REPEAL OF HEALTH AND HUMAN SERVICES REPORTS
AND EXPIRED OR DISCONTINUED PROGRAMS
2013 GENERAL SESSION
STATE OF UTAH
Chief Sponsor: Allen M. Christensen
House Sponsor: Paul Ray
LONG TITLE
General Description:
This bill repeals Utah Code provisions requiring reports, primarily to various entities of
the Utah Legislature, on health and human services issues, and repeals expired or
discontinued programs.
Highlighted Provisions:
This bill:
 repeals and amends provisions requiring reports, primarily to various entities of the
Utah Legislature, on health and human services issues, including expired reporting
provisions;
 repeals the Utah Comprehensive Health Insurance Pool's expired pilot program for
hemophilia and bleeding disorders;
repeals the Families, Agencies, and Communities Together for Children and Youth
At Risk Act (FACT); and
 makes conforming amendments.
Money Appropriated in this Bill:
None
Other Special Clauses:
None
Utah Code Sections Affected:



28	AMENDS:
29	4-3-14, as last amended by Laws of Utah 2009, Chapter 183
30	26-1-4, as last amended by Laws of Utah 2012, Chapter 242
31	26-1-36, as last amended by Laws of Utah 2010, Chapter 287
32	26-1-37, as last amended by Laws of Utah 2010, Chapter 68
33	26-1-38, as last amended by Laws of Utah 2012, Chapter 242
34	26-4-28, as enacted by Laws of Utah 2007, Chapter 205
35	26-7-2, as last amended by Laws of Utah 2011, Chapter 192
36	26-18-3, as last amended by Laws of Utah 2012, Chapters 28 and 242
37	26-18-4, as last amended by Laws of Utah 2012, Chapter 369
38	26-18-10 , as last amended by Laws of Utah 2012, Chapter 369
39	26-18-103, as last amended by Laws of Utah 2008, Chapter 382
40	26-18-406, as enacted by Laws of Utah 2011, Chapter 166
41	26-18-604, as enacted by Laws of Utah 2011, Chapter 362
42	26-18a-3, as last amended by Laws of Utah 2012, Chapter 242
43	26-18b-101 , as last amended by Laws of Utah 2012, Chapter 242
44	26-33a-104, as last amended by Laws of Utah 2011, Chapter 297
45	26-40-103, as last amended by Laws of Utah 2012, Chapters 28 and 369
46	26-40-109 , as last amended by Laws of Utah 2001, Chapter 53
47	26-47-102 , as last amended by Laws of Utah 2012, Chapter 242
48	26-47-103, as last amended by Laws of Utah 2012, Chapter 242
49	26-52-202, as last amended by Laws of Utah 2012, Chapters 242 and 402
50	31A-22-626 , as last amended by Laws of Utah 2001, Chapter 116
51	31A-22-633, as last amended by Laws of Utah 2005, Chapter 123
52	35A-3-207, as last amended by Laws of Utah 2008, Chapter 382
53	51-9-201 , as last amended by Laws of Utah 2012, Chapters 90 and 242
54	53A-15-205, as last amended by Laws of Utah 2011, Chapter 366
55	58-37f-801, as renumbered and amended by Laws of Utah 2010, Chapter 287
56	58-77-201 , as last amended by Laws of Utah 2008, Chapter 365
57	59-14-204 , as last amended by Laws of Utah 2012, Chapter 341
58	62A-3-110 , as last amended by Laws of Utah 2012, Chapter 242

59	62A-5-105, as last amended by Laws of Utah 2009, Chapter 75
60	62A-5a-104, as last amended by Laws of Utah 2008, Chapter 382
61	62A-15-103, as last amended by Laws of Utah 2012, Chapter 242
62	62A-15-712, as last amended by Laws of Utah 2003, Chapter 78
63	63C-8-106, as last amended by Laws of Utah 2008, Chapter 382
64	63I-1-263 (Effective 05/01/13), as last amended by Laws of Utah 2012, Chapters 126,
65	206, 347, 369, and 395
66	63J-1-201, as last amended by Laws of Utah 2012, Chapters 242 and 341
67	REPEALS:
68	26-10b-105, as renumbered and amended by Laws of Utah 2010, Chapter 340
69	26-18-3.3, as enacted by Laws of Utah 2011, Chapter 162
70	31A-29-113.5, as last amended by Laws of Utah 2012, Chapter 242
71	63M-9-101, as renumbered and amended by Laws of Utah 2008, Chapter 382
72	63M-9-102, as renumbered and amended by Laws of Utah 2008, Chapter 382
73	63M-9-103, as last amended by Laws of Utah 2011, Chapter 366
74	63M-9-104, as renumbered and amended by Laws of Utah 2008, Chapter 382
75	63M-9-201, as last amended by Laws of Utah 2010, Chapter 286
76	63M-9-202, as last amended by Laws of Utah 2010, Chapter 286
77	63M-9-203, as renumbered and amended by Laws of Utah 2008, Chapter 382
78	63M-9-301, as last amended by Laws of Utah 2010, Chapter 324
79	63M-9-401, as last amended by Laws of Utah 2008, Chapter 3 and renumbered and
80	amended by Laws of Utah 2008, Chapter 382
81	63M-9-402, as renumbered and amended by Laws of Utah 2008, Chapter 382
82	63M-9-501, as renumbered and amended by Laws of Utah 2008, Chapter 382
83	
84	Be it enacted by the Legislature of the state of Utah:
85	Section 1. Section 4-3-14 is amended to read:
86	4-3-14. Sale of raw milk Suspension of producer's permit Severability not
87	permitted.
88	(1) As used in this section:
89	(a) "Batch" means all the milk emptied from one bulk tank and bottled in a single day.

90	(b) "Self-owned retail store" means a retail store:
91	(i) of which the producer owns at least 51% of the value of the real property and
92	tangible personal property used in the operations of the retail store; or
93	(ii) for which the producer has the power to vote at least 51% of any class of voting
94	shares or ownership interest in the business entity that operates the retail store.
95	(2) Raw milk may be sold if:
96	(a) the producer obtains a permit from the department to produce milk under
97	Subsection 4-3-8(5);
98	(b) the sale and delivery of the milk is made upon the premises where the milk is
99	produced, except as provided by Subsection (3);
100	(c) it is sold to consumers for household use and not for resale;
101	(d) it is bottled or packaged under sanitary conditions and in sanitary containers on the
102	premises where the milk is produced;
103	(e) it is labeled "raw milk" and meets the labeling requirements under 21 C.F.R. Parts
104	101 and 131 and rules established by the department;
105	(f) it is:
106	(i) cooled to 50 degrees Fahrenheit or a lower temperature within one hour after being
107	drawn from the animal;
108	(ii) further cooled to 41 degrees Fahrenheit within two hours of being drawn from the
109	animal; and
110	(iii) maintained at 41 degrees Fahrenheit or a lower temperature until it is delivered to
111	the consumer;
112	(g) the bacterial count of the milk does not exceed 20,000 colony forming units per
113	milliliter;
114	(h) the bacterial plate count and the coliform count of the milk meet the bacterial and
115	coliform enforcement standards for grade A pasteurized milk;
116	(i) the production of the milk conforms to departmental rules for the production of
117	grade A milk;
118	(j) all dairy animals on the premises are:
119	(i) permanently and individually identifiable; and
120	(ii) free of tuberculosis, brucellosis, and other diseases carried through milk; and

121 (k) any person on the premises performing any work in connection with the production, 122 bottling, handling, or sale of the milk is free from communicable disease. 123 (3) A producer may sell raw whole milk at a self-owned retail store, which is properly 124 staffed, if, in addition to the requirements of Subsection (2), the producer: 125 (a) transports the milk from the premises where the milk is produced to the self-owned 126 retail store in a refrigerated truck where the milk is maintained at 41 degrees Fahrenheit or a 127 lower temperature; 128 (b) retains ownership of the milk until it is sold to the final consumer, including 129 transporting the milk from the premises where the milk is produced to the self-owned retail 130 store without any: 131 (i) intervening storage; 132 (ii) change of ownership; or 133 (iii) loss of physical control; 134 (c) stores the milk at 41 degrees Fahrenheit or a lower temperature in a display case 135 equipped with a properly calibrated thermometer at the self-owned retail store; 136 (d) places a sign above the display case at the self-owned retail store that reads, "Raw 137 Unpasteurized Milk"; 138 (e) labels the milk with: 139 (i) a date, no more than nine days after the milk is produced, by which the milk should 140 be sold; 141 (ii) the statement "Raw milk, no matter how carefully produced, may be unsafe."; 142 (iii) handling instructions to preserve quality and avoid contamination or spoilage; and 143 (iv) any other information required by rule; 144 (f) refrains from offering the milk for sale until: 145 (i) each batch of milk is tested for standard plate count and coliform count from an 146 official sample taken at the self-owned retail store and tested by a third party certified by the 147 department; and 148 (ii) the test results meet the minimum standards established for those tests; 149 (g) (i) maintains a database of the milk sales; and 150 (ii) makes the database available to the Department of Health during the self-owned

retail store's business hours for purposes of epidemiological investigation;

152	(h) refrains from offering any pasteurized milk at the self-owned retail store;
153	(i) ensures that the plant and retail store complies with Title 4, Chapter 5, Utah
154	Wholesome Food Act, and the rules governing food establishments enacted under Section
155	4-5-9;
156	(j) participates in a hazard analysis critical control point system as established by the
157	United States Food and Drug Administration;
158	(k) conducts monthly tests on a sample taken from a batch of milk for:
159	(i) Listeria monocytogenes;
160	(ii) Salmonella typhimurium;
161	(iii) Salmonella dublin;
162	(iv) Campylobacter jejuni; and
163	(v) E. Coli 0157:H7; and
164	(l) complies with all applicable rules adopted as authorized by this chapter.
165	(4) The person conducting the tests required by Subsection (3) shall send a copy of the
166	test results to the department as soon as the test results are available.
167	(5) (a) The department shall adopt rules, as authorized by Section 4-3-2, governing the
168	sale of raw whole milk at a self-owned retail store.
169	(b) The rules adopted by the department shall include rules regarding:
170	(i) permits;
171	(ii) building and premises requirements;
172	(iii) sanitation and operating requirements, including bulk milk tanks requirements;
173	(iv) additional tests, including a test for pathogens;
174	(v) frequency of inspections, including random cooler checks;
175	(vi) recordkeeping; and
176	(vii) packaging and labeling.
177	(c) (i) The department shall establish a fee for the tests and inspections required by this
178	section and by rule by following the procedures and requirements of Section 63J-1-504.
179	(ii) Notwithstanding Section 63J-1-504, the department shall retain the fees as
180	dedicated credits and may only use the fees to administer and enforce this section.
181	(6) (a) The department shall suspend a permit issued under Section 4-3-8 if a producer
182	violates any provision of this section or any rules adopted as authorized by this section.

183	(b) The department may reissue a permit that has been suspended under Subsection
184	(6)(a) if the producer has complied with all of the requirements of this section and rules
185	adopted as authorized by this section.
186	[(7) For 2008 and 2009, the Department of Health and the Department of Agriculture
187	and Food shall report on or before November 30th to the Natural Resources, Agriculture, and
188	Environment Interim Committee and the Health and Human Services Interim Committee on
189	any health problems resulting from the sale of raw whole milk at self-owned retail stores.]
190	$\left[\frac{(8)}{(7)}\right]$ (a) If any subsection of this section or the application of any subsection to any
191	person or circumstance is held invalid by a final decision of a court of competent jurisdiction,
192	the remainder of the section may not be given effect without the invalid subsection or
193	application.
194	(b) The provisions of this section may not be severed.
195	Section 2. Section 26-1-4 is amended to read:
196	26-1-4. Department of Health created Policymaking responsibilities
197	Consultation with local health departments Committee to evaluate health policies and
198	to review federal grants Committee responsibilities.
199	(1) There is created the Department of Health, which has all of the policymaking
200	functions, regulatory and enforcement powers, rights, duties, and responsibilities of the
201	Division of Health, the Board of Health, the State Health Planning Development Agency, and
202	the Office of Health Care Financing. Unless otherwise specifically provided, when reference is
203	made in any statute of this state to the Board of Health, the Division of Health, the State Health
204	Planning Development Agency, or the Office of Health Care Financing, it refers to the
205	department. The department shall assume all of the policymaking functions, powers, rights,
206	duties, and responsibilities over the division, agency, and office previously vested in the
207	Department of Human Services and its executive director.
208	(2) In establishing public health policy, the department shall consult with the local
209	health departments established under Title 26A, Chapter 1, Local Health Departments.
210	(3) (a) As used in this Subsection (3):
211	(i) "Committee" means the committee established under Subsection (3)(b).
212	(ii) "Exempt application" means an application for a federal grant that meets the
213	criteria established under Subsection (3)(c)(iii).

214	(iii) "Expedited application" means an application for a federal grant that meets the
215	criteria established under Subsection (3)(c)(iv).
216	(iv) "Federal grant" means a grant from the federal government that could provide
217	funds for local health departments to help them fulfill their duties and responsibilities.
218	(v) "Reviewable application" means an application for a federal grant that is not an
219	exempt application.
220	(b) The department shall establish a committee consisting of:
221	(i) the executive director, or the executive director's designee;
222	(ii) two representatives of the department, appointed by the executive director; and
223	(iii) three representatives of local health departments, appointed by all local health
224	departments.
225	(c) The committee shall:
226	(i) evaluate:
227	(A) the allocation of public health resources between the department and local health
228	departments; and
229	(B) policies that affect local health departments;
230	(ii) consider policy changes proposed by the department or local health departments;
231	(iii) establish criteria by which an application for a federal grant may be judged to
232	determine whether it should be exempt from the requirements under Subsection (3)(d); and
233	(iv) establish criteria by which an application for a federal grant may be judged to
234	determine whether committee review under Subsection (3)(d)(i) should be delayed until after
235	the application is submitted because the application is required to be submitted under a
236	timetable that makes committee review before it is submitted impracticable if the submission
237	deadline is to be met.
238	(d) (i) The committee shall review the goals and budget for each reviewable
239	application:
240	(A) before the application is submitted, except for an expedited application; and
241	(B) for an expedited application, after the application is submitted but before funds
242	from the federal grant for which the application was submitted are disbursed or encumbered.
243	(ii) Funds from a federal grant pursuant to a reviewable application may not be
244	disbursed or encumbered before the goals and budget for the federal grant are established by:

245	(A) a two-thirds vote of the committee, following the committee review under
246	Subsection (3)(d)(i); or
247	(B) if two-thirds of the committee cannot agree on the goals and budget, the chair of
248	the health advisory council, after consultation with the committee in a manner that the
249	committee determines.
250	(e) An exempt application is exempt from the requirements of Subsection (3)(d).
251	[(f) The committee shall report to the Legislature's Social Services Appropriations
252	Subcommittee and Political Subdivisions Interim Committee by November 30 of each year
253	regarding implementation of this Subsection (3).
254	[(g)] (f) The department may use money from a federal grant to pay administrative
255	costs incurred in implementing this Subsection (3).
256	Section 3. Section 26-1-36 is amended to read:
257	26-1-36. Duty to establish program to reduce deaths and other harm from
258	prescription opiates used for chronic noncancer pain.
259	(1) As used in this section, "opiate" means any drug or other substance having an
260	addiction-forming or addiction-sustaining liability similar to morphine or being capable of
261	conversion into a drug having addiction-forming or addiction-sustaining liability.
262	(2) In addition to the duties listed in Section 26-1-30, the department shall develop and
263	implement a two-year program in coordination with the Division of Professional Licensing, the
264	Utah Labor Commission, and the Utah attorney general, to:
265	(a) investigate the causes of and risk factors for death and nonfatal complications of
266	prescription opiate use and misuse in Utah for chronic pain by utilizing the Utah Controlled
267	Substance Database created in Section 58-37f-201;
268	(b) study the risks, warning signs, and solutions to the risks associated with
269	prescription opiate medications for chronic pain, including risks and prevention of misuse and
270	diversion of those medications;
271	(c) provide education to health care providers, patients, insurers, and the general public
272	on the appropriate management of chronic pain, including the effective use of medical
273	treatment and quality care guidelines that are scientifically based and peer reviewed; and
274	(d) educate the public regarding:
275	(i) the purpose of the Controlled Substance Database established in Section

276	58-37f-201; and
277	(ii) the requirement that a person's name and prescription information be recorded on
278	the database when the person fills a prescription for a schedule II, III, IV, or V controlled
279	substance.
280	[(3) The department shall report on the development and implementation of the
281	program required in Subsection (2) to the legislative Health and Human Services Interim
282	Committee and the legislative Business and Labor Interim Committee no later than the
283	November interim meetings in 2008 and 2009. Each report shall include:
284	[(a) recommendations on:]
285	[(i) use of the Utah Controlled Substance Database created in Section 58-37f-201 to
286	identify and prevent:]
287	[(A) misuse of opiates;]
288	[(B) inappropriate prescribing; and]
289	[(C) adverse outcomes of prescription opiate medications;]
290	[(ii) interventions to prevent the diversion of prescription opiate medications; and]
291	[(iii) medical treatment and quality care guidelines that are:]
292	[(A) scientifically based; and]
293	[(B) peer reviewed; and]
294	[(b) (i) a measure of results against expectations under the program as of the date of the
295	report; and]
296	[(ii) an analysis of the application of the program, use of the appropriated funds, and
297	the impact and results of the use of the funds.]
298	[(4) The report provided under Subsection (3) for the 2008 interim shall also provide a
299	final cumulative analysis of the measurable effectiveness of the program implemented under
300	this section.]
301	Section 4. Section 26-1-37 is amended to read:
302	26-1-37. Duty to establish standards for the electronic exchange of clinical health
303	information.
304	(1) For purposes of this section:
305	(a) "Affiliate" means an organization that directly or indirectly through one or more
306	intermediaries controls, is controlled by, or is under common control with another

307	organization.
308	(b) "Clinical health information" shall be defined by the department by administrative
309	rule adopted in accordance with Subsection (2).
310	(c) "Electronic exchange":
311	(i) includes:
312	(A) the electronic transmission of clinical health data via Internet or extranet; and
313	(B) physically moving clinical health information from one location to another using
314	magnetic tape, disk, or compact disc media; and
315	(ii) does not include exchange of information by telephone or fax.
316	(d) "Health care provider" means a licensing classification that is either:
317	(i) licensed under Title 58, Occupations and Professions, to provide health care; or
318	(ii) licensed under Chapter 21, Health Care Facility Licensing and Inspection Act.
319	(e) "Health care system" shall include:
320	(i) affiliated health care providers;
321	(ii) affiliated third party payers; and
322	(iii) other arrangement between organizations or providers as described by the
323	department by administrative rule.
324	(f) "Qualified network" means an entity that:
325	(i) is a non-profit organization;
326	(ii) is accredited by the Electronic Healthcare Network Accreditation Commission, or
327	another national accrediting organization recognized by the department; and
328	(iii) performs the electronic exchange of clinical health information among multiple
329	health care providers not under common control, multiple third party payers not under common
330	control, the department, and local health departments.
331	(g) "Third party payer" means:
332	(i) all insurers offering health insurance who are subject to Section 31A-22-614.5; and
333	(ii) the state Medicaid program.
334	(2) (a) In addition to the duties listed in Section 26-1-30, the department shall, in
335	accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act:
336	(i) define:
337	(A) "clinical health information" subject to this section; and

(B) "health system arrangements between providers or organizations" as described in Subsection (1)(e)(iii); and

- (ii) adopt standards for the electronic exchange of clinical health information between health care providers and third party payers that are for treatment, payment, health care operations, or public health reporting, as provided for in 45 C.F.R. Parts 160, 162, and 164, Health Insurance Reform: Security Standards.
- (b) The department shall coordinate its rule making authority under the provisions of this section with the rule making authority of the Insurance Department under Section 31A-22-614.5. The department shall establish procedures for developing the rules adopted under this section, which ensure that the Insurance Department is given the opportunity to comment on proposed rules.
- (3) (a) Except as provided in Subsection (3)(e), a health care provider or third party payer in Utah is required to use the standards adopted by the department under the provisions of Subsection (2) if the health care provider or third party payer elects to engage in an electronic exchange of clinical health information with another health care provider or third party payer.
- (b) A health care provider or third party payer may disclose information to the department or a local health department, by electronic exchange of clinical health information, as permitted by Subsection 45 C.F.R. 164.512(b).
- (c) When functioning in its capacity as a health care provider or payer, the department or a local health department may disclose clinical health information by electronic exchange to another health care provider or third party payer.
- (d) An electronic exchange of clinical health information by a health care provider, a third party payer, the department, or a local health department is a disclosure for treatment, payment, or health care operations if it complies with Subsection (3)(a) or (c) and is for treatment, payment, or health care operations, as those terms are defined in 45 C.F.R. Parts 160, 162, and 164.
- (e) A health care provider or third party payer is not required to use the standards adopted by the department under the provisions of Subsection (2) if the health care provider or third party payer engage in the electronic exchange of clinical health information within a particular health care system.

(4) Nothing in this section shall limit the number of networks eligible to engage in the electronic data interchange of clinical health information using the standards adopted by the department under Subsection (2)(a)(ii).

- (5) The department, a local health department, a health care provider, a third party payer, or a qualified network is not subject to civil liability for a disclosure of clinical health information if the disclosure is in accordance both with Subsection (3)(a) and with Subsection (3)(b), (3)(c), or (3)(d).
- (6) Within a qualified network, information generated or disclosed in the electronic exchange of clinical health information is not subject to discovery, use, or receipt in evidence in any legal proceeding of any kind or character.
- [(7) The department shall report on the use of the standards for the electronic exchange of clinical health information to the legislative Health and Human Services Interim Committee no later than October 15 of each year. The report shall include publicly available information concerning the costs and savings for the department, third party payers, and health care providers associated with the standards for the electronic exchange of clinical health records.]
 - Section 5. Section **26-1-38** is amended to read:

26-1-38. Local health emergency assistance program.

(1) As used in this section:

- (a) "Local health department" has the same meaning as defined in Section 26A-1-102.
- (b) "Local health emergency" means an unusual event or series of events causing or resulting in a substantial risk or substantial potential risk to the health of a significant portion of the population within the boundary of a local health department.
- (c) "Program" means the local health emergency assistance program that the department is required to establish under this section.
- (d) "Program fund" means money that the Legislature appropriates to the department for use in the program and other money otherwise made available for use in the program.
- (2) The department shall establish, to the extent of funds appropriated by the Legislature or otherwise made available to the program fund, a local health emergency assistance program.
 - (3) Under the program, the department shall:
- (a) provide a method for a local health department to seek reimbursement from the

400	program fund for local health department expenses incurred in responding to a local health
401	emergency;
402	(b) require matching funds from any local health department seeking reimbursement
403	from the program fund;
404	(c) establish a method for apportioning money in the program fund to multiple local
405	health departments when the total amount of concurrent requests for reimbursement by
406	multiple local health departments exceeds the balance in the program fund; and
407	(d) establish by rule other provisions that the department considers necessary or
408	advisable to implement the program.
409	[(4) Each September the department shall:]
410	[(a) submit to the Health and Human Services Interim Committee of the Legislature a
411	written report summarizing program activity, including:]
412	[(i) a description of the requests for reimbursement from local health departments
413	during the preceding 12 months;
414	[(ii) the amount of each reimbursement made from the program fund to local health
415	departments; and]
416	[(iii) the current balance of the program fund; and]
417	[(b) submit a copy of the report required under Subsection (4)(a) to the Social Services
418	Appropriations Subcommittee.]
419	[(5)] (4) (a) (i) Subject to Subsection [(5)] (4)(a)(ii), the department shall use money in
420	the program fund exclusively for purposes of the program.
421	(ii) The department may use money in the program fund to cover its costs of
422	administering the program.
423	(b) Money that the Legislature appropriates to the program fund is nonlapsing.
424	(c) Any interest earned on money in the program fund shall be deposited to the General
425	Fund.
426	Section 6. Section 26-4-28 is amended to read:
427	26-4-28. Testing for suspected suicides Maintaining information Report to
428	the Health and Human Services Interim Committee Compensation to deputy medical
429	examiners.
430	(1) In all cases where it is suspected that a death resulted from suicide, including

431 assisted suicide, the medical examiner shall endeavor to have the following tests conducted upon samples taken from the body of the deceased: 432 433 (a) a test that detects all of the substances included in the volatiles panel of the Bureau 434 of Forensic Toxicology within the Department of Health; 435 (b) a test that detects all of the substances included in the drugs of abuse panel of the 436 Bureau of Forensic Toxicology within the Department of Health; and 437 (c) a test that detects all of the substances included in the prescription drug panel of the 438 Bureau of Forensic Toxicology within the Department of Health. 439 (2) The medical examiner shall maintain information regarding the types of substances 440 found present in the samples taken from the body of a person who is suspected to have died as 441 a result of suicide or assisted suicide. 442 [(3) (a) Beginning in 2008, on or before November 30 of each year, the Department of 443 Health shall present a report on the information described in Subsection (2) to the Health and 444 Human Services Interim Committee. 445 [(b) The information described in Subsection (3)(a) may not contain any identifying 446 information regarding any person to whom the information described in Subsection (2) relates. 447 [(4)] (3) Within funds appropriated by the Legislature for this purpose, the medical 448 examiner shall provide compensation, at a standard rate determined by the medical examiner, 449 to a deputy medical examiner who collects samples for the purposes described in Subsection 450 (1). 451 Section 7. Section **26-7-2** is amended to read: 452 26-7-2. Office of Health Disparities Reduction -- Duties. 453 (1) As used in this section: 454 (a) "Multicultural or minority health issue" means a health issue, including a mental 455 and oral health issue, of particular interest to cultural, ethnic, racial, or other subpopulations, 456 including: 457 (i) disparities in: 458 (A) disease incidence, prevalence, morbidity, mortality, treatment, and treatment 459 response; and 460 (B) access to care; and 461 (ii) cultural competency in the delivery of health care.

462	(b) "Office" means the Office of Health Disparities Reduction created in this section.
463	(2) There is created within the department the Office of Health Disparities Reduction.
464	(3) The office shall:
465	(a) promote and coordinate the research, data production, dissemination, education,
466	and health promotion activities of the following that relate to a multicultural or minority health
467	issue:
468	(i) the department;
469	(ii) local health departments;
470	(iii) local mental health authorities;
471	(iv) public schools;
472	(v) community-based organizations; and
473	(vi) other organizations within the state;
474	(b) assist in the development and implementation of one or more programs to address a
475	multicultural or minority health issue;
476	(c) promote the dissemination and use of information on a multicultural or minority
477	health issue by minority populations, health care providers, and others;
478	(d) seek federal funding and other resources to accomplish the office's mission;
479	(e) provide technical assistance to organizations within the state seeking funding to
480	study or address a multicultural or minority health issue;
481	(f) develop and increase the capacity of the office to:
482	(i) ensure the delivery of qualified timely culturally appropriate translation services
483	across department programs; and
484	(ii) provide, when appropriate, linguistically competent translation and communication
485	services for limited English proficiency individuals; and
486	(g) provide staff assistance to any advisory committee created by the department to
487	study a multicultural or minority health issue[; and].
488	[(h) annually report to the Legislature on its activities and accomplishments.]
489	Section 8. Section 26-18-3 is amended to read:
490	26-18-3. Administration of Medicaid program by department Reporting to the
491	Legislature Disciplinary measures and sanctions Funds collected Eligibility
492	standards Internal audits Studies Health opportunity accounts.

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waiver; or

(1) The department shall be the single state agency responsible for the administration of the Medicaid program in connection with the United States Department of Health and Human Services pursuant to Title XIX of the Social Security Act. (2) (a) The department shall implement the Medicaid program through administrative rules in conformity with this chapter, Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the requirements of Title XIX, and applicable federal regulations. (b) The rules adopted under Subsection (2)(a) shall include, in addition to other rules necessary to implement the program: (i) the standards used by the department for determining eligibility for Medicaid services; (ii) the services and benefits to be covered by the Medicaid program; (iii) reimbursement methodologies for providers under the Medicaid program; and (iv) a requirement that: (A) a person receiving Medicaid services shall participate in the electronic exchange of clinical health records established in accordance with Section 26-1-37 unless the individual opts out of participation; (B) prior to enrollment in the electronic exchange of clinical health records the enrollee shall receive notice of enrollment in the electronic exchange of clinical health records and the right to opt out of participation at any time; and (C) beginning July 1, 2012, when the program sends enrollment or renewal information to the enrollee and when the enrollee logs onto the program's website, the enrollee shall receive notice of the right to opt out of the electronic exchange of clinical health records. (3) (a) The department shall, in accordance with Subsection (3)(b), report to the Social Services Appropriations Subcommittee when the department: (i) implements a change in the Medicaid State Plan; (ii) initiates a new Medicaid waiver; (iii) initiates an amendment to an existing Medicaid waiver;

(v) initiates a rate change that requires public notice under state or federal law.

(iv) applies for an extension of an application for a waiver or an existing Medicaid

(b) The report required by Subsection (3)(a) shall:

524	(i) be submitted to the Social Services Appropriations Subcommittee prior to the
525	department implementing the proposed change; and
526	(ii) include:
527	(A) a description of the department's current practice or policy that the department is
528	proposing to change;
529	(B) an explanation of why the department is proposing the change;
530	(C) the proposed change in services or reimbursement, including a description of the
531	effect of the change;
532	(D) the effect of an increase or decrease in services or benefits on individuals and
533	families;
534	(E) the degree to which any proposed cut may result in cost-shifting to more expensive
535	services in health or human service programs; and
536	(F) the fiscal impact of the proposed change, including:
537	(I) the effect of the proposed change on current or future appropriations from the
538	Legislature to the department;
539	(II) the effect the proposed change may have on federal matching dollars received by
540	the state Medicaid program;
541	(III) any cost shifting or cost savings within the department's budget that may result
542	from the proposed change; and
543	(IV) identification of the funds that will be used for the proposed change, including any
544	transfer of funds within the department's budget.
545	[(4) (a) The Department of Human Services shall report to the Legislative Social
546	Services Appropriations Subcommittee no later than December 31, 2010 in accordance with
547	Subsection (4)(b).]
548	[(b) The report required by Subsection (4)(a) shall include:
549	[(i) changes made by the division or the department beginning July 1, 2010, that effect
550	the Medicaid program, a waiver under the Medicaid program, or an interpretation of Medicaid
551	services or funding, that relate to care for children and youth in the custody of the Division of
552	Child and Family Services or the Division of Juvenile Justice Services;
553	[(ii) the history and impact of the changes under Subsection (4)(b)(i);]
554	[(iii) the Department of Human Service's plans for addressing the impact of the

555	changes under Subsection (4)(b)(i); and]
556	[(iv) ways to consolidate administrative functions within the Department of Human
557	Services, the Department of Health, the Division of Child and Family Services, and the
558	Division of Juvenile Justice Services to more efficiently meet the needs of children and youth
559	with mental health and substance disorder treatment needs.]
560	$[\frac{(5)}{4}]$ Any rules adopted by the department under Subsection (2) are subject to
561	review and reauthorization by the Legislature in accordance with Section 63G-3-502.
562	[(6)] (5) The department may, in its discretion, contract with the Department of Human
563	Services or other qualified agencies for services in connection with the administration of the
564	Medicaid program, including:
565	(a) the determination of the eligibility of individuals for the program;
566	(b) recovery of overpayments; and
567	(c) consistent with Section 26-20-13, and to the extent permitted by law and quality
568	control services, enforcement of fraud and abuse laws.
569	[(7)] <u>(6)</u> The department shall provide, by rule, disciplinary measures and sanctions for
570	Medicaid providers who fail to comply with the rules and procedures of the program, provided
571	that sanctions imposed administratively may not extend beyond:
572	(a) termination from the program;
573	(b) recovery of claim reimbursements incorrectly paid; and
574	(c) those specified in Section 1919 of Title XIX of the federal Social Security Act.
575	[(8)] <u>(7)</u> Funds collected as a result of a sanction imposed under Section 1919 of Title
576	XIX of the federal Social Security Act shall be deposited in the General Fund as dedicated
577	credits to be used by the division in accordance with the requirements of Section 1919 of Title
578	XIX of the federal Social Security Act.
579	[(9)] (a) In determining whether an applicant or recipient is eligible for a service or
580	benefit under this part or Chapter 40, Utah Children's Health Insurance Act, the department
581	shall, if Subsection $[(9)]$ (8)(b) is satisfied, exclude from consideration one passenger vehicle
582	designated by the applicant or recipient.
583	(b) Before Subsection [(9)] (8)(a) may be applied:
584	(i) the federal government shall:
585	(A) determine that Subsection $[(9)]$ (8)(a) may be implemented within the state's

586	existing public assistance-related waivers as of January 1, 1999;
587	(B) extend a waiver to the state permitting the implementation of Subsection [(9)]
588	(8)(a); or
589	(C) determine that the state's waivers that permit dual eligibility determinations for
590	cash assistance and Medicaid are no longer valid; and
591	(ii) the department shall determine that Subsection [(9)] (8)(a) can be implemented
592	within existing funding.
593	[(10)] (9) (a) For purposes of this Subsection $[(10)]$ (9):
594	(i) "aged, blind, or has a disability" means an aged, blind, or disabled individual, as
595	defined in 42 U.S.C. 1382c(a)(1); and
596	(ii) "spend down" means an amount of income in excess of the allowable income
597	standard that shall be paid in cash to the department or incurred through the medical services
598	not paid by Medicaid.
599	(b) In determining whether an applicant or recipient who is aged, blind, or has a
600	disability is eligible for a service or benefit under this chapter, the department shall use 100%
601	of the federal poverty level as:
602	(i) the allowable income standard for eligibility for services or benefits; and
603	(ii) the allowable income standard for eligibility as a result of spend down.
604	[(11)] (10) The department shall conduct internal audits of the Medicaid program.
605	$[\frac{(12)}{(11)}]$ In order to determine the feasibility of contracting for direct Medicaid
606	providers for primary care services, the department shall:
607	(a) issue a request for information for direct contracting for primary services that shall
608	provide that a provider shall exclusively serve all Medicaid clients:
609	(i) in a geographic area;
610	(ii) for a defined range of primary care services; and
611	(iii) for a predetermined total contracted amount; and
612	(b) by February 1, 2011, report to the Social Services Appropriations Subcommittee on
613	the response to the request for information under Subsection $[\frac{(12)}{(11)}]$ (a).
614	$\left[\frac{(13)}{(12)}\right]$ (a) By December 31, 2010, the department shall:
615	(i) determine the feasibility of implementing a three year patient-centered medical
616	home demonstration project in an area of the state using existing budget funds; and

617	(ii) report the department's findings and recommendations under Subsection [(13)]
618	(12)(a)(i) to the Social Services Appropriations Subcommittee.
619	(b) If the department determines that the medical home demonstration project
620	described in Subsection [(13)] (12)(a) is feasible, and the Social Services Appropriations
621	Subcommittee recommends that the demonstration project be implemented, the department
622	shall:
623	(i) implement the demonstration project; and
624	(ii) by December 1, 2012, make recommendations to the Social Services
625	Appropriations Subcommittee regarding the:
626	(A) continuation of the demonstration project;
627	(B) expansion of the demonstration project to other areas of the state; and
628	(C) cost savings incurred by the implementation of the demonstration project.
629	[(14)] (13) (a) The department may apply for and, if approved, implement a
630	demonstration program for health opportunity accounts, as provided for in 42 U.S.C. Sec.
631	1396u-8.
632	(b) A health opportunity account established under Subsection [(14)] (13)(a) shall be
633	an alternative to the existing benefits received by an individual eligible to receive Medicaid
634	under this chapter.
635	(c) Subsection [(14)] (13)(a) is not intended to expand the coverage of the Medicaid
636	program.
637	Section 9. Section 26-18-4 is amended to read:
638	26-18-4. Department standards for eligibility under Medicaid Funds for
639	abortions.
640	(1) The department may develop standards and administer policies relating to
641	eligibility under the Medicaid program as long as they are consistent with Subsection
642	26-18-3[(9)](8). An applicant receiving Medicaid assistance may be limited to particular types
643	of care or services or to payment of part or all costs of care determined to be medically
644	necessary.
645	(2) The department may not provide any funds for medical, hospital, or other medical
646	expenditures or medical services to otherwise eligible persons where the purpose of the
647	assistance is to perform an abortion, unless the life of the mother would be endangered if an

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(3) Any employee of the department who authorizes payment for an abortion contrary to the provisions of this section is guilty of a class B misdemeanor and subject to forfeiture of office.

(4) Any person or organization that, under the guise of other medical treatment, provides an abortion under auspices of the Medicaid program is guilty of a third degree felony and subject to forfeiture of license to practice medicine or authority to provide medical services and treatment.

Section 10. Section **26-18-10** is amended to read:

26-18-10. Utah Medical Assistance Program -- Policies and standards.

- (1) The division shall develop a medical assistance program, which shall be known as the Utah Medical Assistance Program, for low income persons who are not eligible under the state plan for Medicaid under Title XIX of the Social Security Act or Medicare under Title XVIII of that act.
- (2) Persons in the custody of prisons, jails, halfway houses, and other nonmedical government institutions are not eligible for services provided under this section.
- (3) The department shall develop standards and administer policies relating to eligibility requirements, consistent with Subsection 26-18-3[(9)](8), for participation in the program, and for payment of medical claims for eligible persons.
- (4) The program shall be a payor of last resort. Before assistance is rendered the division shall investigate the availability of the resources of the spouse, father, mother, and adult children of the person making application.
- (5) The department shall determine what medically necessary care or services are covered under the program, including duration of care, and method of payment, which may be partial or in full.
- (6) The department may not provide public assistance for medical, hospital, or other medical expenditures or medical services to otherwise eligible persons where the purpose of the assistance is for the performance of an abortion, unless the life of the mother would be endangered if an abortion were not performed.
- (7) The department may establish rules to carry out the provisions of this section.

 Section 11. Section **26-18-103** is amended to read:

26-18-103. DUR Board -- Responsibilities.

The board shall:

- (1) develop rules necessary to carry out its responsibilities as defined in this part;
- (2) oversee the implementation of a Medicaid retrospective and prospective DUR program in accordance with this part, including responsibility for approving provisions of contractual agreements between the Medicaid program and any other entity that will process and review Medicaid drug claims and profiles for the DUR program in accordance with this part;
- (3) develop and apply predetermined criteria and standards to be used in retrospective and prospective DUR, ensuring that the criteria and standards are based on the compendia, and that they are developed with professional input, in a consensus fashion, with provisions for timely revision and assessment as necessary. The DUR standards developed by the board shall reflect the local practices of physicians in order to monitor:
 - (a) therapeutic appropriateness;
 - (b) overutilization or underutilization;
 - (c) therapeutic duplication;
 - (d) drug-disease contraindications;
 - (e) drug-drug interactions;
 - (f) incorrect drug dosage or duration of drug treatment; and
 - (g) clinical abuse and misuse;
- (4) develop, select, apply, and assess interventions and remedial strategies for physicians, pharmacists, and recipients that are educational and not punitive in nature, in order to improve the quality of care;
- (5) disseminate information to physicians and pharmacists to ensure that they are aware of the board's duties and powers;
- (6) provide written, oral, or electronic reminders of patient-specific or drug-specific information, designed to ensure recipient, physician, and pharmacist confidentiality, and suggest changes in prescribing or dispensing practices designed to improve the quality of care;
- (7) utilize face-to-face discussions between experts in drug therapy and the prescriber or pharmacist who has been targeted for educational intervention;
 - (8) conduct intensified reviews or monitoring of selected prescribers or pharmacists;

(9) create an educational program using data provided through DUR to provide active and ongoing educational outreach programs to improve prescribing and dispensing practices, either directly or by contract with other governmental or private entities;

- (10) provide a timely evaluation of intervention to determine if those interventions have improved the quality of care;
- (11) publish an annual report, subject to public comment prior to its issuance, and submit that report to the United States Department of Health and Human Services by December 1 of each year. That report shall also be submitted to [legislative leadership,] the executive director, the president of the Utah Pharmaceutical Association, and the president of the Utah Medical Association by December 1 of each year. The report shall include:
 - (a) an overview of the activities of the board and the DUR program;
- (b) a description of interventions used and their effectiveness, specifying whether the intervention was a result of underutilization or overutilization of drugs, without disclosing the identities of individual physicians, pharmacists, or recipients;
 - (c) the costs of administering the DUR program;

- (d) any fiscal savings resulting from the DUR program;
- (e) an overview of the fiscal impact of the DUR program to other areas of the Medicaid program such as hospitalization or long-term care costs;
- (f) a quantifiable assessment of whether DUR has improved the recipient's quality of care;
 - (g) a review of the total number of prescriptions, by drug therapeutic class;
- (h) an assessment of the impact of educational programs or interventions on prescribing or dispensing practices; and
 - (i) recommendations for DUR program improvement;
- (12) develop a working agreement with related boards or agencies, including the State Board of Pharmacy, Physicians' Licensing Board, and SURS staff within the division, in order to clarify areas of responsibility for each, where those areas may overlap;
- (13) establish a grievance process for physicians and pharmacists under this part, in accordance with Title 63G, Chapter 4, Administrative Procedures Act;
- (14) publish and disseminate educational information to physicians and pharmacists concerning the board and the DUR program, including information regarding:

/41	(a) identification and reduction of the frequency of patterns of fraud, abuse, gross
742	overuse, inappropriate, or medically unnecessary care among physicians, pharmacists, and
743	recipients;
744	(b) potential or actual severe or adverse reactions to drugs;
745	(c) therapeutic appropriateness;
746	(d) overutilization or underutilization;
747	(e) appropriate use of generics;
748	(f) therapeutic duplication;
749	(g) drug-disease contraindications;
750	(h) drug-drug interactions;
751	(i) incorrect drug dosage and duration of drug treatment;
752	(j) drug allergy interactions; and
753	(k) clinical abuse and misuse;
754	(15) develop and publish, with the input of the State Board of Pharmacy, guidelines
755	and standards to be used by pharmacists in counseling Medicaid recipients in accordance with
756	this part. The guidelines shall ensure that the recipient may refuse counseling and that the
757	refusal is to be documented by the pharmacist. Items to be discussed as part of that counseling
758	include:
759	(a) the name and description of the medication;
760	(b) administration, form, and duration of therapy;
761	(c) special directions and precautions for use;
762	(d) common severe side effects or interactions, and therapeutic interactions, and how to
763	avoid those occurrences;
764	(e) techniques for self-monitoring drug therapy;
765	(f) proper storage;
766	(g) prescription refill information; and
767	(h) action to be taken in the event of a missed dose; and
768	(16) establish procedures in cooperation with the State Board of Pharmacy for
769	pharmacists to record information to be collected under this part. The recorded information
770	shall include:
771	(a) the name, address, age, and gender of the recipient;

772 (b) individual history of the recipient where significant, including disease state, known 773 allergies and drug reactions, and a comprehensive list of medications and relevant devices; 774 (c) the pharmacist's comments on the individual's drug therapy; 775 (d) name of prescriber; and 776 (e) name of drug, dose, duration of therapy, and directions for use. 777 Section 12. Section **26-18-406** is amended to read: 778 26-18-406. Medicaid waiver for community service pilot program. 779 (1) For purposes of this section, "community service pilot program" is a program in 780 which the department: 781 (a) identifies less than 100 Medicaid recipients who are capable of providing 782 community services to others: 783 (b) exempts a Medicaid recipient who is not capable of providing community services 784 from the requirements of the community service pilot program; 785 (c) identifies community services that the department will recognize for purposes of the 786 pilot program; and 787 (d) requires an individual identified under Subsection (1)(a) who is receiving Medicaid 788 services to perform a certain number of hours of community service as a condition of receiving 789 Medicaid benefits. 790 (2) [(a)] The department shall develop a proposal to amend the state Medicaid plan to 791 include a community service pilot program. 792 (b) The department shall present the proposal for the community service pilot program 793 to the Legislative Health and Human Services Interim Committee on or before November 30, 794 2011.] 795 (3) The department shall, by January 1, 2012, apply for a Medicaid waiver with the 796 Centers for Medicare and Medicaid Services within the United States Department of Health 797 and Human Services to implement a community service pilot program within the state 798 Medicaid plan. 799 Section 13. Section **26-18-604** is amended to read: 800 26-18-604. Division duties -- Reporting. 801 (1) The division shall:

(a) develop and implement procedures relating to Medicaid funds and medical or

803	hospital assistance funds to ensure that providers do not receive:
804	(i) duplicate payments for the same goods or services;
805	(ii) payment for goods or services by resubmitting a claim for which:
806	(A) payment has been disallowed on the grounds that payment would be a violation of
807	federal or state law, administrative rule, or the state plan; and
808	(B) the decision to disallow the payment has become final;
809	(iii) payment for goods or services provided after a recipient's death, including payment
810	for pharmaceuticals or long-term care; or
811	(iv) payment for transporting an unborn infant;
812	(b) consult with the Centers for Medicaid and Medicare Services, other states, and the
813	Office of Inspector General for Medicaid Services, if one is created by statute, to determine and
814	implement best practices for discovering and eliminating fraud, waste, and abuse of Medicaid
815	funds and medical or hospital assistance funds;
816	(c) actively seek repayment from providers for improperly used or paid:
817	(i) Medicaid funds; and
818	(ii) medical or hospital assistance funds;
819	(d) coordinate, track, and keep records of all division efforts to obtain repayment of the
820	funds described in Subsection (1)(c), and the results of those efforts;
821	(e) keep Medicaid pharmaceutical costs as low as possible by actively seeking to obtain
822	pharmaceuticals at the lowest price possible, including, on a quarterly basis for the
823	pharmaceuticals that represent the highest 45% of state Medicaid expenditures for
824	pharmaceuticals and on an annual basis for the remaining pharmaceuticals:
825	(i) tracking changes in the price of pharmaceuticals;
826	(ii) checking the availability and price of generic drugs;
827	(iii) reviewing and updating the state's maximum allowable cost list; and
828	(iv) comparing pharmaceutical costs of the state Medicaid program to available
829	pharmacy price lists; and
830	(f) provide training, on an annual basis, to the employees of the division who make
831	decisions on billing codes, or who are in the best position to observe and identify upcoding, in
832	order to avoid and detect upcoding.
833	[(2) At the October 2011 interim meeting of the Health and Human Services Interim

Committee, the division shall report on the measures taken by the division to correct the
problems identified in, and to implement the recommendations made in, the December 2010
Performance Audit of Utah Medicaid Provider Cost Control published by the Office of
Legislative Auditor General.]
[(3) Beginning in 2012, the division shall annually, before September 1, report to and
provide the Health and Human Services Interim Committee with information, including
statistical information, for the preceding fiscal year, regarding:]
(2) Each year, the division shall report the following to the Social Services
Appropriations Subcommittee:
(a) incidents of improperly used or paid Medicaid funds and medical or hospital
assistance funds;
(b) division efforts to obtain repayment from providers of the funds described in
Subsection $[(3)]$ (2) (a);
(c) all repayments made of funds described in Subsection [(3)] (2)(a), including the
total amount recovered; and
(d) the division's compliance with the recommendations made in the December 2010
Performance Audit of Utah Medicaid Provider Cost Control published by the Office of
Legislative Auditor General.
Section 14. Section 26-18a-3 is amended to read:
26-18a-3. Purpose of committee.
(1) The committee shall work to:
(a) provide financial assistance for initial medical expenses of children who need organ
transplants;
(b) obtain the assistance of volunteer and public service organizations; and
(c) fund activities as the committee designates for the purpose of educating the public
about the need for organ donors.
(2) (a) The committee is responsible for awarding financial assistance funded by the
restricted account.
(b) The financial assistance awarded by the committee under Subsection (1)(a) shall be
in the form of interest free loans. The committee may establish terms for repayment of the
loans, including a waiver of the requirement to repay any awards if, in the committee's

865	judgment, repayment of the loan would impose an undue financial burden on the recipient.
866	(c) In making financial awards under Subsection (1)(a), the committee shall consider:
867	(i) need;
868	(ii) coordination with or enhancement of existing services or financial assistance,
869	including availability of insurance or other state aid;
870	(iii) the success rate of the particular organ transplant procedure needed by the child;
871	and
872	(iv) the extent of the threat to the child's life without the organ transplant.
873	(3) The committee may only provide the assistance described in this section to children
874	who have resided in Utah, or whose legal guardians have resided in Utah for at least six months
875	prior to the date of assistance under this section.
876	(4) (a) The committee may expend up to 5% of its annual appropriation for
877	administrative costs associated with the allocation of funds from the restricted account.
878	(b) The administrative costs shall be used for the costs associated with staffing the
879	committee and for State Tax Commission costs in implementing Section 59-10-1308.
880	[(5) The committee shall make an annual report to the Social Services Appropriations
881	Subcommittee regarding the programs and services funded by contributions to the restricted
882	account.]
883	Section 15. Section 26-18b-101 is amended to read:
884	26-18b-101. Organ Donation Contribution Fund created.
885	(1) (a) There is created a restricted special revenue fund known as the Organ Donation
886	Contribution Fund.
887	(b) The Organ Donation Contribution Fund shall consist of:
888	(i) private contributions;
889	(ii) donations or grants from public or private entities;
890	(iii) voluntary donations collected under Sections 41-1a-230.5 and 53-3-214.7; and
891	(iv) interest and earnings on fund money.
892	(c) The cost of administering the Organ Donation Contribution Fund shall be paid from
893	money in the fund.
894	(2) The Department of Health shall:
895	(a) administer the funds deposited in the Organ Donation Contribution Fund; and

896	(b) select qualified organizations and distribute the funds in the Organ Donation
897	Contribution Fund in accordance with Subsection (3)[; and].
898	[(c) make an annual report on the fund to the Social Services Appropriations
899	Subcommittee.]
900	(3) (a) The funds in the Organ Donation Contribution Fund may be distributed to a
901	selected organization that:
902	(i) promotes and supports organ donation;
903	(ii) assists in maintaining and operating a statewide organ donation registry; and
904	(iii) provides donor awareness education.
905	(b) An organization that meets the criteria of Subsections (3)(a)(i) through (iii) may
906	apply to the Department of Health, in a manner prescribed by the department, to receive a
907	portion of the money contained in the Organ Donation Contribution Fund.
908	Section 16. Section 26-33a-104 is amended to read:
909	26-33a-104. Purpose, powers, and duties of the committee.
910	(1) The purpose of the committee is to direct a statewide effort to collect, analyze, and
911	distribute health care data to facilitate the promotion and accessibility of quality and
912	cost-effective health care and also to facilitate interaction among those with concern for health
913	care issues.
914	(2) The committee shall:
915	(a) develop and adopt by rule, following public hearing and comment, a health data
916	plan that shall among its elements:
917	(i) identify the key health care issues, questions, and problems amenable to resolution
918	or improvement through better data, more extensive or careful analysis, or improved
919	dissemination of health data;
920	(ii) document existing health data activities in the state to collect, organize, or make
921	available types of data pertinent to the needs identified in Subsection (2)(a)(i);
922	(iii) describe and prioritize the actions suitable for the committee to take in response to
923	the needs identified in Subsection (2)(a)(i) in order to obtain or to facilitate the obtaining of
924	needed data, and to encourage improvements in existing data collection, interpretation, and
925	reporting activities, and indicate how those actions relate to the activities identified under
926	Subsection (2)(a)(ii);

(iv) detail the types of data needed for the committee's work, the intended data suppliers, and the form in which such data are to be supplied, noting the consideration given to the potential alternative sources and forms of such data and to the estimated cost to the individual suppliers as well as to the department of acquiring these data in the proposed manner; the plan shall reasonably demonstrate that the committee has attempted to maximize cost-effectiveness in the data acquisition approaches selected;

- (v) describe the types and methods of validation to be performed to assure data validity and reliability;
- (vi) explain the intended uses of and expected benefits to be derived from the data specified in Subsection (2)(a)(iv), including the contemplated tabulation formats and analysis methods; the benefits described shall demonstrably relate to one or more of the following:
 - (A) promoting quality health care;

- (B) managing health care costs; or
- (C) improving access to health care services;
- (vii) describe the expected processes for interpretation and analysis of the data flowing to the committee; noting specifically the types of expertise and participation to be sought in those processes; and
- (viii) describe the types of reports to be made available by the committee and the intended audiences and uses;
- (b) have the authority to collect, validate, analyze, and present health data in accordance with the plan while protecting individual privacy through the use of a control number as the health data identifier;
- (c) evaluate existing identification coding methods and, if necessary, require by rule that health data suppliers use a uniform system for identification of patients, health care facilities, and health care providers on health data they submit under this chapter; and
- [(d) report biennially to the governor and the Legislature on how the committee is meeting its responsibilities under this chapter; and]
- [(e)] (d) advise, consult, contract, and cooperate with any corporation, association, or other entity for the collection, analysis, processing, or reporting of health data identified by control number only in accordance with the plan.
 - (3) The committee may adopt rules to carry out the provisions of this chapter in

accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act.

(4) Except for data collection, analysis, and validation functions described in this section, nothing in this chapter shall be construed to authorize or permit the committee to perform regulatory functions which are delegated by law to other agencies of the state or federal governments or to perform quality assurance or medical record audit functions that health care facilities, health care providers, or third party payors are required to conduct to comply with federal or state law. The committee may not recommend or determine whether a health care provider, health care facility, third party payor, or self-funded employer is in compliance with federal or state laws including federal or state licensure, insurance, reimbursement, tax, malpractice, or quality assurance statutes or common law.

- (5) Nothing in this chapter shall be construed to require a data supplier to supply health data identifying a patient by name or describing detail on a patient beyond that needed to achieve the approved purposes included in the plan.
- (6) No request for health data shall be made of health care providers and other data suppliers until a plan for the use of such health data has been adopted.
- (7) If a proposed request for health data imposes unreasonable costs on a data supplier, due consideration shall be given by the committee to altering the request. If the request is not altered, the committee shall pay the costs incurred by the data supplier associated with satisfying the request that are demonstrated by the data supplier to be unreasonable.
- (8) After a plan is adopted as provided in Section 26-33a-106.1, the committee may require any data supplier to submit fee schedules, maximum allowable costs, area prevailing costs, terms of contracts, discounts, fixed reimbursement arrangements, capitations, or other specific arrangements for reimbursement to a health care provider.
- (9) The committee may not publish any health data collected under Subsection (8) that would disclose specific terms of contracts, discounts, or fixed reimbursement arrangements, or other specific reimbursement arrangements between an individual provider and a specific payer.
- (10) Nothing in Subsection (8) shall prevent the committee from requiring the submission of health data on the reimbursements actually made to health care providers from any source of payment, including consumers.
 - Section 17. Section **26-40-103** is amended to read:

989	26-40-103. Creation and administration of the Utah Children's Health Insurance
990	Program.
991	(1) There is created the Utah Children's Health Insurance Program to be administered
992	by the department in accordance with the provisions of:
993	(a) this chapter; and
994	(b) the State Children's Health Insurance Program, 42 U.S.C. Sec. 1397aa et seq.
995	(2) The department shall:
996	(a) prepare and submit the state's children's health insurance plan before May 1, 1998,
997	and any amendments to the federal Department of Health and Human Services in accordance
998	with 42 U.S.C. Sec. 1397ff; and
999	(b) make rules in accordance with Title 63G, Chapter 3, Utah Administrative
1000	Rulemaking Act regarding:
1001	(i) eligibility requirements consistent with Subsection 26-18-3[(9)](8);
1002	(ii) program benefits;
1003	(iii) the level of coverage for each program benefit;
1004	(iv) cost-sharing requirements for enrollees, which may not:
1005	(A) exceed the guidelines set forth in 42 U.S.C. Sec. 1397ee; or
1006	(B) impose deductible, copayment, or coinsurance requirements on an enrollee for
1007	well-child, well-baby, and immunizations;
1008	(v) the administration of the program; and
1009	(vi) a requirement that:
1010	(A) enrollees in the program shall participate in the electronic exchange of clinical
1011	health records established in accordance with Section 26-1-37 unless the enrollee opts out of
1012	participation;
1013	(B) prior to enrollment in the electronic exchange of clinical health records the enrollee
1014	shall receive notice of the enrollment in the electronic exchange of clinical health records and
1015	the right to opt out of participation at any time; and
1016	(C) beginning July 1, 2012, when the program sends enrollment or renewal information
1017	to the enrollee and when the enrollee logs onto the program's website, the enrollee shall receive
1018	notice of the right to opt out of the electronic exchange of clinical health records.
1019	Section 18. Section 26-40-109 is amended to read:

1020	26-40-109. Evaluation.
1021	[(1)] The department shall develop performance measures and annually evaluate the
1022	program's performance.
1023	[(2) The department shall report annually on its evaluation to the Health and Human
1024	Services Interim Committee of the Legislature before November 1.]
1025	Section 19. Section 26-47-102 is amended to read:
1026	26-47-102. Prescription Drug Assistance Program.
1027	(1) No later than October 1, 2003, the department shall implement a Prescription Drug
1028	Assistance Program. The program shall assist persons seeking information about how to obtain
1029	prescription drugs at a reduced price or no cost. The program shall:
1030	(a) collect eligibility and enrollment information about programs that make
1031	prescription drugs available to consumers at a reduced price or no cost;
1032	(b) provide information collected under Subsection (1)(a) to consumers upon request
1033	via a toll-free phone line, the Internet, and mail;
1034	(c) inform pharmacists and other health care providers of the Prescription Drug
1035	Assistance Program; and
1036	(d) assist consumers in completing applications to participate in programs identified
1037	under Subsection (1)(a).
1038	(2) Any pharmaceutical manufacturer, distributor, or wholesaler operating in the state
1039	shall:
1040	(a) notify the department of any program operated by it to provide prescription drugs to
1041	consumers at a reduced price or no cost; and
1042	(b) provide the department with information about eligibility, enrollment, and benefits.
1043	(3) Pharmacies, as defined in Title 58, Chapter 17b, Pharmacy Practice Act, shall
1044	notify their patients of the Prescription Drug Assistance Program. This notification shall
1045	include displaying the program's toll-free number, and may include distributing a brochure or
1046	oral communication.
1047	(4) The department may accept grants, gifts, and donations of money or property for
1048	use by the Prescription Drug Assistance Program.
1049	[(5) The department shall report to the Health and Human Services Interim Committee
1050	and the Social Services Appropriations Subcommittee on the performance of the Prescription

1051	Drug Assistance Program prior to the 2004 and 2005 Annual General Sessions of the
1052	Legislature.]
1053	Section 20. Section 26-47-103 is amended to read:
1054	26-47-103. Department to award grants for assistance to persons with bleeding
1055	disorders.
1056	(1) For purposes of this section:
1057	(a) "Hemophilia services" means a program for medical care, including the costs of
1058	blood transfusions, and the use of blood derivatives and blood clotting factors.
1059	(b) "Person with a bleeding disorder" means a person:
1060	(i) who is medically diagnosed with hemophilia or a bleeding disorder;
1061	(ii) who is not eligible for Medicaid or the Children's Health Insurance Program; and
1062	(iii) who has either:
1063	(A) insurance coverage that excludes coverage for hemophilia services;
1064	(B) exceeded the person's insurance plan's annual maximum benefits;
1065	(C) exceeded the person's annual or lifetime maximum benefits payable under Title
1066	31A, Chapter 29, Comprehensive Health Insurance Pool Act; or
1067	(D) insurance coverage available under either private health insurance, Title 31A,
1068	Chapter 29, Comprehensive Health Insurance Pool Act, Utah mini COBRA coverage under
1069	Section 31A-22-722, or federal COBRA coverage, but the premiums for that coverage are
1070	greater than a percentage of the person's annual adjusted gross income as established by the
1071	department by administrative rule.
1072	(2) (a) Within appropriations specified by the Legislature for this purpose, the
1073	department shall make grants to public and nonprofit entities who assist persons with bleeding
1074	disorders with the cost of obtaining hemophilia services or the cost of insurance premiums for
1075	coverage of hemophilia services.
1076	(b) Applicants for grants under this section:
1077	(i) shall be submitted to the department in writing; and
1078	(ii) shall comply with Subsection (3).
1079	(3) Applications for grants under this section shall include:
1080	(a) a statement of specific, measurable objectives, and the methods to be used to assess
1081	the achievement of those objectives;

1082	(b) a description of the personnel responsible for carrying out the activities of the grant
1083	along with a statement justifying the use of any grant funds for the personnel;
1084	(c) letters and other forms of evidence showing that efforts have been made to secure
1085	financial and professional assistance and support for the services to be provided under the
1086	grant;
1087	(d) a list of services to be provided by the applicant;
1088	(e) the schedule of fees to be charged by the applicant; and
1089	(f) other provisions as determined by the department.
1090	(4) The department may accept grants, gifts, and donations of money or property for
1091	use by the grant program.
1092	(5) [(a)] The department shall establish rules in accordance with Title 63G, Chapter 3,
1093	Utah Administrative Rulemaking Act, governing the application form, process, and criteria it
1094	will use in awarding grants under this section.
1095	[(b) The department shall submit an annual report on the implementation of the grant
1096	program:]
1097	[(i) by no later than November 1; and]
1098	[(ii) to the Health and Human Services Interim Committee and the Social Services
1099	Appropriations Subcommittee.]
1100	Section 21. Section 26-52-202 is amended to read:
1101	26-52-202. Autism Treatment Account Advisory Committee Membership
1102	Time limit.
1103	(1) (a) There is created an Autism Treatment Account Advisory Committee consisting
1104	of six members appointed by the governor to two-year terms of office as follows:
1105	(i) one person holding a doctorate degree who has experience in treating persons with
1106	an autism spectrum disorder;
1107	(ii) one person who is a board certified behavior analyst;
1108	(iii) one person who is a physician licensed under Title 58, Chapter 67, Utah Medical
1109	Practice Act, or Title 58, Chapter 68, Utah Osteopathic Medical Practice Act, who has
1110	completed a residency program in pediatrics;
1111	(iv) one person who is employed in the Department of Health; and
1112	(v) two persons from the community who are familiar with autism spectrum disorders

1113 and their effects, diagnosis, treatment, rehabilitation, and support needs, including: 1114 (A) family members of a person with an autism spectrum disorder; 1115 (B) representatives of an association which advocates for persons with an autism 1116 spectrum disorder; and 1117 (C) specialists or professionals who work with persons with autism spectrum disorders. 1118 (b) Notwithstanding the requirements of Subsection (1)(a), the governor shall, at the time of appointment or reappointment, adjust the length of terms to ensure that the terms of 1119 committee members are staggered so that approximately half of the committee is appointed 1120 1121 every year. 1122 (c) If a vacancy occurs in the committee membership for any reason, a replacement 1123 may be appointed for the unexpired term. 1124 (2) The department shall provide staff support to the committee. 1125 (3) (a) The committee shall elect a chair from the membership on an annual basis. 1126 (b) A majority of the committee constitutes a quorum at any meeting, and, if a quorum 1127 exists, the action of the majority of members present shall be the action of the committee. 1128 (c) The executive director may remove a committee member: 1129 (i) if the member is unable or unwilling to carry out the member's assigned 1130 responsibilities; or 1131 (ii) for good cause. 1132 (4) The committee may, in accordance with Title 63G, Chapter 3, Utah Administrative 1133 Rulemaking Act, make rules governing the committee's activities, which rules shall: 1134 (a) comply with the requirements of this title; and 1135 (b) include: 1136 (i) qualification criteria and procedures for selecting children who may qualify for 1137 assistance from the account; 1138 (ii) qualifications, criteria, and procedures for evaluating the services and providers to 1139 include in the program, which shall include at least: 1140 (A) applied behavior analysis provided by or supervised by a board certified behavior

(B) collaboration with existing telehealth networks to reach children in rural and

analyst or a licensed psychologist with equivalent university training and supervised

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experience;

1144	under-served areas of the state; and
1145	(C) methods to engage family members in the treatment process; and
1146	(iii) provisions to address and avoid conflicts of interest that may arise in relation to the
1147	committee's work.
1148	(5) The committee shall meet as necessary to carry out its duties and shall meet upon a
1149	call of the committee chair or a call of a majority of the committee members.
1150	(6) The committee shall comply with the procedures and requirements of:
1151	(a) Title 52, Chapter 4, Open and Public Meetings Act; and
1152	(b) Title 63G, Chapter 2, Government Records Access and Management Act.
1153	(7) Committee members shall receive no compensation or per diem allowance for their
1154	services.
1155	(8) (a) Not later than November 30 of each year, the committee shall provide a written
1156	report summarizing the activities of the committee to[: (i)] the executive director [of the
1157	department;].
1158	[(ii) the Legislature's Health and Human Services Interim Committee; and]
1159	[(iii) the Legislature's Social Services Appropriations Subcommittee.]
1160	(b) The report under Subsection (8)(a) shall include:
1161	(i) the number of children diagnosed with autism spectrum disorder who are receiving
1162	services under this chapter;
1163	(ii) the types of services provided to children under this chapter; and
1164	(iii) results of any evaluations on the effectiveness of treatments and services provided
1165	under this chapter.
1166	Section 22. Section 31A-22-626 is amended to read:
1167	31A-22-626. Coverage of diabetes.
1168	(1) As used in this section, "diabetes" includes individuals with:
1169	(a) complete insulin deficiency or type 1 diabetes;
1170	(b) insulin resistant with partial insulin deficiency or type 2 diabetes; and
1171	(c) elevated blood glucose levels induced by pregnancy or gestational diabetes.
1172	(2) The commissioner shall establish, by rule, minimum standards of coverage for
1173	diabetes for accident and health insurance policies that provide a health insurance benefit
1174	before July 1, 2000.

1175	(3) In making rules under Subsection (2), the commissioner shall require rules:
1176	(a) with durational limits, amount limits, deductibles, and coinsurance for the treatment
1177	of diabetes equitable or identical to coverage provided for the treatment of other illnesses or
1178	diseases; and
1179	(b) that provide coverage for:
1180	(i) diabetes self-management training and patient management, including medical
1181	nutrition therapy as defined by rule, provided by an accredited or certified program and referred
1182	by an attending physician within the plan and consistent with the health plan provisions for
1183	self-management education:
1184	(A) recognized by the federal Health Care Financing Administration; or
1185	(B) certified by the Department of Health; and
1186	(ii) the following equipment, supplies, and appliances to treat diabetes when medically
1187	necessary:
1188	(A) blood glucose monitors, including those for the legally blind;
1189	(B) test strips for blood glucose monitors;
1190	(C) visual reading urine and ketone strips;
1191	(D) lancets and lancet devices;
1192	(E) insulin;
1193	(F) injection aides, including those adaptable to meet the needs of the legally blind, and
1194	infusion delivery systems;
1195	(G) syringes;
1196	(H) prescriptive oral agents for controlling blood glucose levels; and
1197	(I) glucagon kits.
1198	[(4) (a) Before October 1, 2003, the commissioner shall report to the Health and
1199	Human Services Interim Committee on the effects of Section 31A-22-626. The report shall be
1200	based on three years of data and shall include, to the extent possible:
1201	[(i) a review of the rules established under Subsection (3);]
1202	[(ii) the change in availability of coverage resulting from this section;]
1203	[(iii) the extent to which persons have been benefitted by the provisions of this section;
1204	and]
1205	[(iv) the impact of this section on premiums.]

1206	[(b) The Legislature shall consider the results of the report under Subsection (4)(a)
1207	when determining whether to reauthorize the provisions of this section.]
1208	Section 23. Section 31A-22-633 is amended to read:
1209	31A-22-633. Exemptions from standards.
1210	Notwithstanding the provisions of Title 31A, Insurance Code, any accident and health
1211	insurer or health maintenance organization may offer a choice of coverage that is less or
1212	different than is otherwise required by applicable state law if:
1213	(1) the Department of Health offers a choice of coverage as part of a Medicaid waiver
1214	under Title 26, Chapter 18, Medical Assistance Act, which includes:
1215	(a) less or different coverage than the basic coverage;
1216	(b) less or different coverage than is otherwise required in an insurance policy or health
1217	maintenance organization contract under applicable state law; or
1218	(c) less or different coverage than required by Subsection 31A-22-605(4)(b); and
1219	(2) the choice of coverage offered by the carrier:
1220	(a) is the same or similar coverage as the coverage offered by the Department of Health
1221	under Subsection (1);
1222	(b) is offered to the same or similar population as the coverage offered by the
1223	Department of Health under Subsection (1); and
1224	(c) contains an explanation for each insured of coverage exclusions and limitations[;].
1225	[(3) the commissioner and the executive director of the Department of Health shall
1226	report to the Health and Human Services Interim Committee prior to November 15 of each year
1227	concerning:]
1228	[(a) the number of lives covered under any policy offered under the provisions of this
1229	section or under the Medicaid waiver described in Subsection (1);]
1230	[(b) the claims experienced under the policies or Medicaid programs described in
1231	Subsection (3)(a);]
1232	[(c) any cost shifting to the private sector for care not covered under the programs or
1233	policies described in Subsection (3)(a); and]
1234	[(d) efforts or agreements between the Department of Health, the commissioner,
1235	insurers regulated under this chapter, and health care providers regarding combining publicly
1236	funded coverage with private, employer-based coverage to increase benefits and health care

1237	coverage.
1238	Section 24. Section 35A-3-207 is amended to read:
1239	35A-3-207. Community-based prevention programs.
1240	(1) As used in this section:
1241	(a) "political subdivision" means a town, city, county, or school district;
1242	(b) "qualified sponsor" means a:
1243	(i) political subdivision;
1244	(ii) community nonprofit, religious, or charitable organization;
1245	(iii) regional or statewide nonprofit organization; or
1246	(iv) private for profit or nonprofit child care organization with experience and expertise
1247	in operating community-based prevention programs described in Subsection (2) and that are
1248	licensed under Title 62A, Chapter 2, Licensure of Programs and Facilities.
1249	(2) Within appropriations from the Legislature, the department may provide grants to
1250	qualified sponsors for community-based prevention programs that:
1251	(a) support parents in their primary care giving role to children;
1252	(b) provide positive alternatives to idleness for school-aged children when school is not
1253	in session; and
1254	(c) support other community-based prevention programs.
1255	(3) In awarding grants under this section, the department shall:
1256	(a) request proposals for funding from potential qualified sponsors; and
1257	(b) comply with the requirements of Subsection (4).
1258	(4) In awarding these grants, the department shall ensure that each dollar of funds from
1259	political subdivisions or private funds is matched for each dollar received from the department.
1260	The value of in-kind contributions such as materials, supplies, paid labor, volunteer labor, and
1261	the incremental increase in building maintenance and operation expenses incurred attributable
1262	to the prevention program may be considered in meeting this match requirement.
1263	(5) In awarding a grant under this section, the department shall consider:
1264	(a) the cash portion of the proposed match in relation to the financial resources of the
1265	qualified sponsor; and
1266	(b) the extent to which the qualified sponsor has:
1267	(i) consulted and collaborated with parents of children who are likely to participate,

1268	local parent-teacher organizations, <u>and</u> other parent organizations[, and the appropriate local
1269	interagency council established under Section 63M-9-301];
1270	(ii) identified at risk factors that will be ameliorated through the proposed prevention
1271	program;
1272	(iii) identified protective factors and developmental assets that will be supported and
1273	strengthened through the proposed prevention program; and
1274	(iv) the financial support of parents and the organizations specified in Subsection
1275	(5)(b)(i).
1276	(6) At least 50 percent of the grants awarded under this section shall be awarded to
1277	organizations described in Subsection (1)(b)(iv).
1278	(7) No federal funds shall be used as matching funds under this act.
1279	Section 25. Section 51-9-201 is amended to read:
1280	51-9-201. Creation of Tobacco Settlement Restricted Account.
1281	(1) There is created within the General Fund a restricted account known as the
1282	"Tobacco Settlement Restricted Account."
1283	(2) The account shall earn interest.
1284	(3) The account shall consist of:
1285	(a) on and after July 1, 2007, 60% of all funds of every kind that are received by the
1286	state that are related to the settlement agreement that the state entered into with leading tobacco
1287	manufacturers on November 23, 1998; and
1288	(b) interest earned on the account.
1289	(4) To the extent that funds will be available for appropriation in a given fiscal year,
1290	those funds shall be appropriated from the account in the following order:
1291	(a) \$66,600 to the Office of the Attorney General for ongoing enforcement and defense
1292	of the Tobacco Settlement Agreement;
1293	(b) \$18,500 to the State Tax Commission for ongoing enforcement of business
1294	compliance with the Tobacco Tax Settlement Agreement;
1295	(c) \$10,452,900 to the Department of Health for the Children's Health Insurance
1296	Program created in Section 26-40-103 and for restoration of dental benefits in the Children's
1297	Health Insurance Program;
1298	(d) \$3,847,100 to the Department of Health for alcohol, tobacco, and other drug

1299	prevention, reduction, cessation, and control programs that promote unified messages and
1300	make use of media outlets, including radio, newspaper, billboards, and television, and with a
1301	preference in funding given to tobacco-related programs;
1302	(e) \$193,700 to the Administrative Office of the Courts and \$2,325,400 to the
1303	Department of Human Services for the statewide expansion of the drug court program;
1304	(f) \$4,000,000 to the State Board of Regents for the University of Utah Health Sciences
1305	Center to benefit the health and well-being of Utah citizens through in-state research,
1306	treatment, and educational activities; and
1307	(g) any remaining funds as directed by the Legislature through appropriation.
1308	[(5) Each state agency identified in Subsection (4) shall provide an annual report on the
1309	program and activities funded under Subsection (4) to:]
1310	[(a) the Health and Human Services Interim Committee no later than September 1;
1311	and]
1312	[(b) the Social Services Appropriations Subcommittee.]
1313	Section 26. Section 53A-15-205 is amended to read:
1314	53A-15-205. Disability Determination Services Advisory Council Membership
1315	Duties Requirements for DDDS.
1316	(1) As used in this section, "council" means the Disability Determination Services
1317	Advisory Council created in Subsection (2).
1318	(2) There is created the Disability Determination Services Advisory Council to act as
1319	an advisory council to the State Board of Education regarding the Division of Disability
1320	Determination Services (DDDS) established under Chapter 24, Part 5, Division of Disability
1321	Determination Services.
1322	(3) The council is composed of the following members:
1323	(a) the administrator of DDDS;
1324	(b) a representative of the United States Department of Health and Human Services,
1325	Social Security Administration, appointed by the board; and
1326	(c) nine persons, appointed by the board in accordance with Subsections (5) and (6),
1327	who represent a cross section of:
1328	(i) persons with disabilities;
1329	(ii) advocates for persons with disabilities;

1330	(111) health care providers;
1331	(iv) representatives of allied state and local agencies; and
1332	(v) representatives of the general public.
1333	(4) The members appointed under Subsections (3)(a) and (3)(b) serve as nonvoting
1334	members of the council.
1335	(5) In appointing the members described in Subsection (3)(c), the board shall:
1336	(a) solicit nominations from organizations and agencies that represent the interests of
1337	members described in that subsection; and
1338	(b) make every effort to create a balance in terms of geography, sex, race, ethnicity,
1339	and type of both mental and physical disabilities.
1340	(6) (a) In making initial appointments of members described in Subsection (3)(c), the
1341	board shall appoint three members for two-year terms, three members for four-year terms, and
1342	three members for six-year terms. All subsequent appointments are for four years.
1343	(b) The board shall fill any vacancy that occurs on the council for any reason by
1344	appointing a person for the unexpired term of the vacated member.
1345	(c) Council members are eligible for one reappointment and serve until their successor
1346	are appointed.
1347	(7) Five voting members of the council constitute a quorum. The action of a majority
1348	of a quorum represents the action of the council.
1349	(8) Members of the council serve without compensation but may be reimbursed for
1350	expenses incurred in the performance of their official duties.
1351	(9) (a) The council shall annually elect a chairperson from among the membership
1352	described, and shall adopt bylaws governing its activities.
1353	(b) The chairperson shall set the meeting agenda.
1354	(10) The council shall:
1355	(a) advise DDDS and the Social Security Administration regarding its practices and
1356	policies on the determination of claims for Social Security disability benefits;
1357	(b) participate in the development of new internal practices and procedures of DDDS
1358	and policies of the Social Security Administration regarding the evaluation of disability claims
1359	(c) recommend changes to practices and policies to ensure that DDDS is responsive to
1360	individuals with a disability;

1361	(d) review the DDDS budget to ensure that it is adequate to effectively evaluate
1362	disability claims and to meet the needs of persons with disabilities who have claims pending
1363	with DDDS; and
1364	(e) review and recommend changes to policies and practices of allied state and federal
1365	agencies, health care providers, and private community organizations.
1366	(11) The council shall annually report to the board[, the governor, and the Legislative
1367	Health and Human Services Interim Committee] regarding its activities.
1368	(12) (a) To assist the council in its duties, DDDS shall provide the necessary staff
1369	assistance to enable the council to make timely and effective recommendations.
1370	(b) Staff assistance may include:
1371	(i) distributing meeting agendas;
1372	(ii) advising the chairpersons of the council regarding relevant items for council
1373	discussion; and
1374	(iii) providing reports, documents, budgets, memorandums, statutes, and regulations
1375	regarding the management of DDDS.
1376	(c) Staff assistance shall include maintaining minutes.
1377	Section 27. Section 58-37f-801 is amended to read:
1378	58-37f-801. Pilot program for real-time reporting for controlled substance
1379	database Statewide implementation.
1380	(1) As used in this section:
1381	(a) "Pilot area" means the areas of the state that the division determines to operate the
1382	pilot program in, under Subsection (3), which may include:
1383	(i) the entire state; or
1384	(ii) geographical areas within the state.
1385	(b) "Pilot program" means the pilot program described in this section.
1386	(2) There is established a pilot program for real-time reporting of data to, and access to
1387	data from, the database by a pharmacy, a pharmaceutical facility, or a prescribing practitioner
1388	beginning on July 1, 2010, and ending on July 1, 2012.
1389	(3) In addition to fulfilling the requirements relating to the database on a statewide
1390	basis, the division shall, in accordance with Subsection (4), upgrade, administer, and direct the
1391	functioning of the database in geographical areas specified by the division, or on a statewide

basis, in a manner that provides for real-time reporting of information entered into, and accessed from, the database by a pharmacy or pharmaceutical facility.

- (4) The division shall, under state procurement laws, and with the technical assistance of the Department of Technology Services, contract with a private entity to upgrade, operate, and maintain the database in the pilot area.
- (5) (a) All provisions and requirements of the statewide database, described in the other parts of this chapter, are applicable to the database in the pilot area, to the extent that they do not conflict with the requirements of this section.
- (b) For purposes of the other parts of this chapter, and this section, the database in the pilot area is considered part of the statewide database.
- (6) A pharmacy or pharmaceutical facility shall cooperate with the division, or the division's designee, to provide real-time submission of, and access to, information for the database:
 - (a) in the pilot area; and

- (b) when the division implements the pilot program as a permanent program under Subsection [(10)] (9), on a statewide basis.
- (7) The penalties and enforcement provisions described in the other parts of this chapter apply to enforce the provisions of this section in relation to a pharmacy or pharmaceutical facility that is located in, or operates in, the pilot area.
- (8) The division may make rules, in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, to provide for the real-time reporting of, and access to, information in accordance with the requirements of this section.
- [(9) During the Legislature's 2009 interim, the division shall report to the Health and Human Services Interim Committee regarding:]
- [(a) the implementation, operation, and impact of the pilot program established in this section;]
- [(b) the progress made by the division in implementing the pilot program on a statewide basis;]
- [(c) the advisability of, and projected costs of, implementing the pilot program on a statewide basis; and]
- 1422 [(d) the use of the database by prescribing practitioners.]

[(10)] (9) The division shall, on or before July 1, 2012, implement the pilot program as a permanent program on a statewide basis.

- [(11)] (10) (a) The division shall, through the private entity contracted with under Subsection (4), provide, free of charge, to a pharmacy or pharmaceutical facility that is required to comply with Subsection (6), software, software installation assistance, and training, that will enable the pharmacy or pharmaceutical facility to comply with Subsection (6).
- (b) Notwithstanding Subsection [(11)] (10)(a), a pharmacy or pharmaceutical facility required to comply with Subsection (6) may, instead of accepting installation of the software provided by the division under Subsection [(11)] (10)(a), modify its own software in order to comply with the requirements of Subsection (6), if the modification is made:
- (i) except as provided in Subsection $[\frac{(11)}{(10)}]$ (10)(d), at the expense of the pharmacy or pharmaceutical facility;
 - (ii) in consultation with the division; and

- (iii) within six months after the division notifies the pharmacy or pharmaceutical facility, in writing, of the division's intention to install the software described in Subsection [(11)] (10)(a).
- (c) The division shall, through the private entity contracted with under Subsection (4), cooperate with a pharmacy or pharmaceutical facility that is required to comply with Subsection (6), to ensure that the installation and operation of the software described in Subsection [(11)] (10)(a), or the provision of information from the pharmacy or pharmaceutical facility to the database:
- (i) complies with the security standards described in 45 C.F.R. Parts 160, 162, and 164, Health Insurance Reform: Security Standards;
- (ii) does not interfere with the proper functioning of the pharmacy's or pharmaceutical facility's software or computer system; and
- (iii) in order to minimize changes in existing protocols, provides, to the extent practicable, for the transmission of data in the same manner that pharmacies currently transmit information to insurance companies.
- (d) The division may, within funds appropriated by the Legislature for this purpose, reimburse a pharmacy for all or part of the costs of the in-house programing described in Subsection [(11)] (10)(b), if:

1454	(i) the pharmacy requests the reimbursement, in writing;
1455	(ii) the pharmacy provides proof of the costs for the in-house programming to the
1456	division;
1457	(iii) the pharmacy requests the reimbursement prior to a deadline established by the
1458	division; and
1459	(iv) except as provided in Subsection [(11)] (10)(e), the division pays an equal
1460	reimbursement amount to each pharmacy that complies with Subsections $[(11)]$ (10) (d)(i)
1461	through (iii).
1462	(e) The division may reimburse a pharmacy described in Subsection [(11)] (10)(d)(iv)
1463	for an amount that is less than the reimbursement paid to other pharmacies described in
1464	Subsection $[\frac{(11)}{(10)}]$ $\underline{(10)}(d)(iv)$, if:
1465	(i) the proof of costs for in-house programming provided by the pharmacy establishes a
1466	cost less than the amount reimbursed to the other pharmacies; and
1467	(ii) the amount reimbursed to the pharmacy is equal to the amount established by the
1468	proof of costs for in-house programming submitted by the pharmacy.
1469	(f) Notwithstanding any other provision of this section, the division may, by rule, allow
1470	up to 24 hours for the reporting of data to the database by a non-resident pharmacy, as defined
1471	in Section 58-17b-102.
1472	Section 28. Section 58-77-201 is amended to read:
1473	58-77-201. Board.
1474	(1) There is created the Licensed Direct-entry Midwife Board consisting of:
1475	(a) four licensed Direct-entry midwives; and
1476	(b) one member of the general public.
1477	(2) The board shall be appointed and serve in accordance with Section 58-1-201.
1478	(3) (a) The duties and responsibilities of the board shall be in accordance with Sections
1479	58-1-202 and 58-1-203.
1480	(b) The board shall designate one of its members on a permanent or rotating basis to:
1481	(i) assist the division in reviewing complaints concerning the unlawful or
1482	unprofessional conduct of a licensed Direct-entry midwife; and
1483	(ii) advise the division in its investigation of these complaints.
1484	(c) (i) For the years 2006 through 2011, the board shall present an annual report to the

1485	Legislature's Health and Human Services Interim Committee describing the outcome data of
1486	licensed Direct-entry midwives practicing in Utah.]
1487	[(ii) The board shall base its report on data provided in large part from the Midwives'
1488	Alliance of North America.]
1489	(4) A board member who has, under Subsection (3), reviewed a complaint or advised
1490	in its investigation may be disqualified from participating with the board when the board serves
1491	as a presiding officer in an adjudicative proceeding concerning the complaint.
1492	(5) Qualified faculty, board members, and other staff of Direct-entry midwifery
1493	learning institutions may serve as one or more of the licensed Directed-entry midwives on the
1494	board.
1495	Section 29. Section 59-14-204 is amended to read:
1496	59-14-204. Tax basis Rate Future increase Cigarette Tax Restricted
1497	Account Appropriation and expenditure of revenues.
1498	(1) Except for cigarettes described under Subsection 59-14-210(3), there is levied a tax
1499	upon the sale, use, storage, or distribution of cigarettes in the state.
1500	(2) The rates of the tax levied under Subsection (1) are, beginning on July 1, 2010:
1501	(a) 8.5 cents on each cigarette, for all cigarettes weighing not more than three pounds
1502	per thousand cigarettes; and
1503	(b) 9.963 cents on each cigarette, for all cigarettes weighing in excess of three pounds
1504	per thousand cigarettes.
1505	(3) Except as otherwise provided under this chapter, the tax levied under Subsection
1506	(1) shall be paid by any person who is the manufacturer, jobber, importer, distributor,
1507	wholesaler, retailer, user, or consumer.
1508	(4) The tax rates specified in this section shall be increased by the commission by the
1509	same amount as any future reduction in the federal excise tax on cigarettes.
1510	(5) (a) There is created within the General Fund a restricted account known as the
1511	"Cigarette Tax Restricted Account."
1512	(b) The Cigarette Tax Restricted Account consists of:
1513	(i) the first \$7,950,000 of the revenues collected from a tax under this section; and
1514	(ii) any other appropriations the Legislature makes to the Cigarette Tax Restricted
1515	Account.

1516	(c) For each fiscal year beginning with fiscal year 2011-12 and subject to appropriation
1517	by the Legislature, the Division of Finance shall distribute money from the Cigarette Tax
1518	Restricted Account as follows:
1519	(i) \$250,000 to the Department of Health to be expended for a tobacco prevention and
1520	control media campaign targeted towards children;
1521	(ii) \$2,900,000 to the Department of Health to be expended for tobacco prevention,
1522	reduction, cessation, and control programs;
1523	(iii) \$2,000,000 to the University of Utah Health Sciences Center for the Huntsman
1524	Cancer Institute to be expended for cancer research; and
1525	(iv) \$2,800,000 to the University of Utah Health Sciences Center to be expended for
1526	medical education at the University of Utah School of Medicine.
1527	(d) In determining how to appropriate revenue deposited into the Cigarette Tax
1528	Restricted Account that is not otherwise appropriated under Subsection (5)(c), the Legislature
1529	shall give particular consideration to enhancing Medicaid provider reimbursement rates and
1530	medical coverage for the uninsured.
1531	[(e) Any program or entity that receives funding under Subsection (5)(e) shall provide
1532	an annual report to the Health and Human Services Interim Committee no later that September
1533	1 of each year. The report shall include:]
1534	[(i) the amount funded;]
1535	[(ii) the amount expended;]
1536	[(iii) a description of the effectiveness of the program; and]
1537	[(iv) if the program is a tobacco cessation program, the report required in Section
1538	51-9-203.]
1539	Section 30. Section 62A-3-110 is amended to read:
1540	62A-3-110. "Out and About" Homebound Transportation Assistance Fund.
1541	(1) (a) There is created a restricted special revenue fund known as the "Out and About"
1542	Homebound Transportation Assistance Fund.
1543	(b) The "Out and About" Homebound Transportation Assistance Fund shall consist of:
1544	(i) private contributions;
1545	(ii) donations or grants from public or private entities;
1546	(iii) voluntary donations collected under Section 53-3-214.8; and

1347	(iv) interest and earnings on account money.
1548	(c) The cost of administering the "Out and About" Homebound Transportation
1549	Assistance Fund shall be paid from money in the fund.
1550	(2) The Division of Aging and Adult Services in the Department of Human Services
1551	shall:
1552	(a) administer the funds contained in the "Out and About" Homebound Transportation
1553	Assistance Fund; and
1554	(b) select qualified organizations and distribute the funds in the "Out and About"
1555	Homebound Transportation Assistance Fund in accordance with Subsection (3)[; and].
1556	[(c) make an annual report on the "Out and About" Homebound Transportation
1557	Assistance Fund to the Social Services Appropriations Subcommittee.]
1558	(3) (a) The division may distribute the funds in the "Out and About" Homebound
1559	Transportation Assistance Fund to a selected organization that provides public transportation to
1560	aging persons, high risk adults, or people with disabilities.
1561	(b) An organization that provides public transportation to aging persons, high risk
1562	adults, or people with disabilities may apply to the Division of Aging and Adult Services, in a
1563	manner prescribed by the division, to receive all or part of the money contained in the "Out and
1564	About" Homebound Transportation Assistance Fund.
1565	Section 31. Section 62A-5-105 is amended to read:
1566	62A-5-105. Division responsibilities Policy mediation.
1567	(1) The division shall establish its rules in accordance with:
1568	(a) the policy of the Legislature as set forth by this chapter; and
1569	(b) Title 63G, Chapter 3, Utah Administrative Rulemaking Act.
1570	(2) The division shall:
1571	(a) establish program policy for the division, the developmental center, and programs
1572	and facilities operated by or under contract with the division;
1573	(b) establish rules for the assessment and collection of fees for programs within the
1574	division;
1575	(c) no later than July 1, 2003, establish a graduated fee schedule based on ability to pay
1576	and implement the schedule with respect to service recipients and their families where not
1577	otherwise prohibited by federal law or regulation or not otherwise provided for in Section

1578	62A-5-109
15/8	62A-5-109

(d) establish procedures to ensure that private citizens, consumers, private contract providers, allied state and local agencies, and others are provided with an opportunity to comment and provide input regarding any new policy or proposed revision to an existing policy;

- (e) provide a mechanism for systematic and regular review of existing policy and for consideration of policy changes proposed by the persons and agencies described under Subsection (2)(d);
- (f) [(i)] establish and periodically review the criteria used to determine who may receive services from the division and how the delivery of those services is prioritized within available funding; [and]
- [(ii) make periodic recommendations based on the review conducted under Subsection (2)(f)(i) to the Health and Human Services Interim Committee beginning at or before the September 2002 meeting of the committee;]
- (g) review implementation and compliance by the division with policies established by the board to ensure that the policies established by the Legislature in this chapter are carried out; and
 - (h) annually report to the executive director.
- (3) The executive director shall mediate any differences which arise between the policies of the division and those of any other policy board or division in the department.
 - Section 32. Section **62A-5a-104** is amended to read:

62A-5a-104. Powers of council.

- (1) The council has authority, after local or individual efforts have failed, [including, with regard to persons under 22 years of age, actions by local interagency councils established under Section 63M-9-301,] to:
- (a) coordinate the appropriate transition of persons with disabilities who receive services and support from one state agency to receive services and support from another state agency;
- (b) coordinate policies governing the provision of services and support for persons with disabilities by state agencies; and
- 1608 (c) consider issues regarding eligibility for services and support and, where possible,

develop uniform eligibility standards for state agencies.

(2) The council may receive appropriations from the Legislature to purchase services and supports for persons with disabilities as the council deems appropriate.

Section 33. Section **62A-15-103** is amended to read:

62A-15-103. Division -- Creation -- Responsibilities.

- (1) There is created the Division of Substance Abuse and Mental Health within the department, under the administration and general supervision of the executive director. The division is the substance abuse authority and the mental health authority for this state.
 - (2) The division shall:

- (a) (i) educate the general public regarding the nature and consequences of substance abuse by promoting school and community-based prevention programs;
- (ii) render support and assistance to public schools through approved school-based substance abuse education programs aimed at prevention of substance abuse;
- (iii) promote or establish programs for the prevention of substance abuse within the community setting through community-based prevention programs;
- (iv) cooperate and assist other organizations and private treatment centers for substance abusers, by providing them with essential materials for furthering programs of prevention and rehabilitation of actual and potential substance abusers; and
- (v) promote or establish programs for education and certification of instructors to educate persons convicted of driving under the influence of alcohol or drugs or driving with any measurable controlled substance in the body;
 - (b) (i) collect and disseminate information pertaining to mental health;
- (ii) provide direction over the state hospital including approval of its budget, administrative policy, and coordination of services with local service plans;
- (iii) promulgate rules in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, to educate families concerning mental illness and promote family involvement, when appropriate, and with patient consent, in the treatment program of a family member; and
- (iv) promulgate rules in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, to direct that all individuals receiving services through local mental health authorities or the Utah State Hospital be informed about and, if desired, provided assistance in

1640	completion of a declaration for mental health treatment in accordance with Section
1641	62A-15-1002;
1642	(c) (i) consult and coordinate with local substance abuse authorities and local mental
1643	health authorities regarding programs and services;
1644	(ii) provide consultation and other assistance to public and private agencies and groups
1645	working on substance abuse and mental health issues;
1646	(iii) promote and establish cooperative relationships with courts, hospitals, clinics,
1647	medical and social agencies, public health authorities, law enforcement agencies, education and
1648	research organizations, and other related groups;
1649	(iv) promote or conduct research on substance abuse and mental health issues, and
1650	submit to the governor and the Legislature recommendations for changes in policy and
1651	legislation;
1652	(v) receive, distribute, and provide direction over public funds for substance abuse and
1653	mental health services;
1654	(vi) monitor and evaluate programs provided by local substance abuse authorities and
1655	local mental health authorities;
1656	(vii) examine expenditures of any local, state, and federal funds;
1657	(viii) monitor the expenditure of public funds by:
1658	(A) local substance abuse authorities;
1659	(B) local mental health authorities; and
1660	(C) in counties where they exist, the private contract provider that has an annual or
1661	otherwise ongoing contract to provide comprehensive substance abuse or mental health
1662	programs or services for the local substance abuse authority or local mental health authorities;
1663	(ix) contract with local substance abuse authorities and local mental health authorities
1664	to provide a comprehensive continuum of services in accordance with division policy, contract
1665	provisions, and the local plan;
1666	(x) contract with private and public entities for special statewide or nonclinical services
1667	according to division rules;
1668	(xi) review and approve each local substance abuse authority's plan and each local

(A) a statewide comprehensive continuum of substance abuse services;

mental health authority's plan in order to ensure:

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1671	(B) a statewide comprehensive continuum of mental health services; and
1672	(C) appropriate expenditure of public funds;
1673	(xii) review and make recommendations regarding each local substance abuse
1674	authority's contract with its provider of substance abuse programs and services and each local
1675	mental health authority's contract with its provider of mental health programs and services to
1676	ensure compliance with state and federal law and policy;
1677	(xiii) monitor and ensure compliance with division rules and contract requirements;
1678	and
1679	(xiv) withhold funds from local substance abuse authorities, local mental health
1680	authorities, and public and private providers for contract noncompliance, failure to comply
1681	with division directives regarding the use of public funds, or for misuse of public funds or
1682	money;
1683	(d) assure that the requirements of this part are met and applied uniformly by local
1684	substance abuse authorities and local mental health authorities across the state;
1685	(e) require each local substance abuse authority and each local mental health authority
1686	to submit its plan to the division by May 1 of each year; and
1687	(f) conduct an annual program audit and review of each local substance abuse authority
1688	in the state and its contract provider and each local mental health authority in the state and its
1689	contract provider, including:
1690	(i) a review and determination regarding whether:
1691	(A) public funds allocated to local substance abuse authorities and local mental health
1692	authorities are consistent with services rendered and outcomes reported by them or their
1693	contract providers; and
1694	(B) each local substance abuse authority and each local mental health authority is
1695	exercising sufficient oversight and control over public funds allocated for substance abuse and
1696	mental health programs and services; and
1697	(ii) items determined by the division to be necessary and appropriate[;].
1698	[(g) by July 1 of each year, provide to the Health and Human Services Interim
1699	Committee and the Social Services Appropriations Subcommittee a written report that

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includes:]

[(i) the annual audit and review;]

1702 (ii) the financial expenditures of each local substance abuse authority and its contract 1703 provider and each local mental health authority and its contract provider; 1704 (iii) the status of the compliance of each local authority and its contract provider with 1705 its plan, state statutes, and the provisions of the contract awarded; and 1706 [(iv) whether audit guidelines established under Section 62A-15-110 and Subsection 1707 67-3-1(10) provide the division with sufficient criteria and assurances of appropriate 1708 expenditures of public funds; and 1709 (h) if requested by the Health and Human Services Interim Committee or the Social 1710 Services Appropriations Subcommittee, provide an oral report as requested. 1711 (3) (a) The division may refuse to contract with and may pursue its legal remedies 1712 against any local substance abuse authority or local mental health authority that fails, or has 1713 failed, to expend public funds in accordance with state law, division policy, contract 1714 provisions, or directives issued in accordance with state law. 1715 (b) The division may withhold funds from a local substance abuse authority or local 1716 mental health authority if the authority's contract with its provider of substance abuse or mental 1717 health programs or services fails to comply with state and federal law or policy. 1718 (4) Before reissuing or renewing a contract with any local substance abuse authority or 1719 local mental health authority, the division shall review and determine whether the local 1720 substance abuse authority or local mental health authority is complying with its oversight and 1721 management responsibilities described in Sections 17-43-201, 17-43-203, 17-43-303, and 1722 17-43-309. Nothing in this Subsection (4) may be used as a defense to the responsibility and 1723 liability described in Section 17-43-303 and to the responsibility and liability described in 1724 Section 17-43-203. 1725 (5) In carrying out its duties and responsibilities, the division may not duplicate 1726 treatment or educational facilities that exist in other divisions or departments of the state, but 1727 shall work in conjunction with those divisions and departments in rendering the treatment or 1728 educational services that those divisions and departments are competent and able to provide. 1729 (6) (a) The division may accept in the name of and on behalf of the state donations,

- gifts, devises, or bequests of real or personal property or services to be used as specified by the
- 1731 donor.

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(b) Those donations, gifts, devises, or bequests shall be used by the division in

performing its powers and duties. Any money so obtained shall be considered private funds and shall be deposited into an interest-bearing restricted special revenue fund to be used by the division for substance abuse or mental health services. The state treasurer may invest the fund and all interest shall remain with the fund.

- (7) The division shall annually review with each local substance abuse authority and each local mental health authority the authority's statutory and contract responsibilities regarding:
- 1740 (a) the use of public funds;

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- (b) oversight responsibilities regarding public funds; and
- (c) governance of substance abuse and mental health programs and services.
- 1743 (8) The Legislature may refuse to appropriate funds to the division upon the division's failure to comply with the provisions of this part.
 - (9) If a local substance abuse authority contacts the division under Subsection 17-43-201(9) for assistance in providing treatment services to a pregnant woman or pregnant minor, the division shall:
 - (a) refer the pregnant woman or pregnant minor to a treatment facility that has the capacity to provide the treatment services; or
- 1750 (b) otherwise ensure that treatment services are made available to the pregnant woman or pregnant minor.
- Section 34. Section **62A-15-712** is amended to read:

62A-15-712. Responsibilities of the Division of Substance Abuse and Mental Health.

- (1) The division shall ensure that the requirements of this part are met and applied uniformly by local mental health authorities across the state.
- (2) Because the division must, under Section 62A-15-103, contract with, review, approve, and oversee local mental health authority plans, and withhold funds from local mental health authorities and public and private providers for contract noncompliance or misuse of public funds, the division shall:
- 1761 (a) require each local mental health authority to submit its plan to the division by May 1762 1 of each year; and
 - (b) conduct an annual program audit and review of each local mental health authority

1/64	in the state, and its contract provider.
1765	[(3) (a) The division shall:]
1766	[(i) provide a written report to the Health and Human Services Interim Committee by
1767	July 1 of each year; and]
1768	[(ii) provide an oral report to that committee, as requested.]
1769	[(b) That report shall provide information regarding:]
1770	[(i) the annual audit and review;]
1771	[(ii) the financial expenditures of each local mental health authority and its contract
1772	provider;]
1773	[(iii) the status of each local authority's and its contract provider's compliance with its
1774	plan, state statutes, and with the provisions of the contract awarded; and]
1775	[(iv) whether audit guidelines established under Subsections 62A-15-713(2)(a) and
1776	67-3-1(10) provide the division with sufficient criteria and assurances of appropriate
1777	expenditures of public funds.]
1778	[4) (3) The annual audit and review described in Subsection (2)(b) shall, in addition
1779	to items determined by the division to be necessary and appropriate, include a review and
1780	determination regarding whether or not:
1781	(a) public funds allocated to local mental health authorities are consistent with services
1782	rendered and outcomes reported by it or its contract provider; and
1783	(b) each local mental health authority is exercising sufficient oversight and control over
1784	public funds allocated for mental health programs and services.
1785	[5] (4) The Legislature may refuse to appropriate funds to the division if the division
1786	fails to comply with the procedures and requirements of this section.
1787	Section 35. Section 63C-8-106 is amended to read:
1788	63C-8-106. Rural residency training program.
1789	(1) For purposes of this section:
1790	(a) "Physician" means:
1791	(i) a person licensed to practice medicine under Title 58, Chapter 67, Utah Medical
1792	Practice Act or Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; and
1793	(ii) a person licensed to practice dentistry under Title 58, Chapter 69, Dentist and
1794	Dental Hygienist Practice Act.

1795 (b) "Rural residency training program" means an accredited clinical training program 1796 as defined in Section 63C-8-101 which places a physician into a rural county for a part or all of 1797 the physician's clinical training. 1798 (2) (a) Subject to appropriations from the Legislature, the council shall establish a pilot 1799 program to place physicians into rural residency training programs. 1800 (b) The pilot program shall begin July 1, 2005 and sunset July 1, 2015, in accordance 1801 with Section 63I-1-263. 1802 (3) (a) The council shall report to the Legislature's Health and Human Services Interim 1803 Committee concerning the implementation of the pilot program and the success of the program 1804 in increasing the retention or recruitment of physicians in rural counties in the state. 1805 (b) The report required by this Subsection (3) shall be made by November 30 of each 1806 year. 1807 Section 36. Section **63I-1-263** (Effective **05/01/13**) is amended to read: 1808 63I-1-263 (Effective 05/01/13). Repeal dates, Titles 63A to 63M. 1809 (1) Section 63A-4-204, authorizing the Risk Management Fund to provide coverage to 1810 any public school district which chooses to participate, is repealed July 1, 2016. (2) Section 63A-5-603, State Facility Energy Efficiency Fund, is repealed July 1, 2016. 1811 (3) Section 63C-8-106, rural residency training program, is repealed July 1, 2015. 1812 1813 (4) Title 63C, Chapter 13, Prison Relocation and Development Authority Act, is 1814 repealed July 1, 2014. 1815 (5) Subsection 63G-6a-1402(7) authorizing certain transportation agencies to award a contract for a design-build transportation project in certain circumstances, is repealed July 1, 1816 1817 2015. 1818 (6) Title 63H, Chapter 4, Heber Valley Historic Railroad Authority, is repealed July 1, 1819 2020. 1820 (7) The Resource Development Coordinating Committee, created in Section 1821 63J-4-501, is repealed July 1, 2015. 1822 (8) Title 63M, Chapter 1, Part 4, Enterprise Zone Act, is repealed July 1, 2018.

(b) Subject to Subsection (9)(c), Sections 59-7-610 and 59-10-1007 regarding tax

(9) (a) Title 63M, Chapter 1, Part 11, Recycling Market Development Zone Act, is

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repealed January 1, 2021.

1826 credits for certain persons in recycling market development zones, are repealed for taxable 1827 years beginning on or after January 1, 2021. 1828 (c) A person may not claim a tax credit under Section 59-7-610 or 59-10-1007: 1829 (i) for the purchase price of machinery or equipment described in Section 59-7-610 or 1830 59-10-1007, if the machinery or equipment is purchased on or after January 1, 2021; or 1831 (ii) for an expenditure described in Subsection 59-7-610(1)(b) or 59-10-1007(1)(b), if 1832 the expenditure is made on or after January 1, 2021. 1833 (d) Notwithstanding Subsections (9)(b) and (c), a person may carry forward a tax credit 1834 in accordance with Section 59-7-610 or 59-10-1007 if: 1835 (i) the person is entitled to a tax credit under Section 59-7-610 or 59-10-1007; and 1836 (ii) (A) for the purchase price of machinery or equipment described in Section 1837 59-7-610 or 59-10-1007, the machinery or equipment is purchased on or before December 31, 1838 2020; or 1839 (B) for an expenditure described in Subsection 59-7-610(1)(b) or 59-10-1007(1)(b), the 1840 expenditure is made on or before December 31, 2020. 1841 (10) (a) Section 63M-1-2507, Health Care Compact is repealed on July 1, 2014. 1842 (b) (i) The Legislature shall, before reauthorizing the Health Care Compact: 1843 (A) direct the Health System Reform Task Force to evaluate the issues listed in 1844 Subsection (10)(b)(ii), and by January 1, 2013 develop and recommend criteria for the 1845 Legislature to use to negotiate the terms of the Health Care Compact; and 1846 (B) prior to July 1, 2014, seek amendments to the Health Care Compact among the 1847 member states that the Legislature determines are appropriate after considering the 1848 recommendations of the Health System Reform Task Force. 1849 (ii) The Health System Reform Task Force shall evaluate and develop criteria for the 1850 Legislature regarding: 1851 (A) the impact of the Supreme Court ruling on the Affordable Care Act; 1852 (B) whether Utah is likely to be required to implement any part of the Affordable Care 1853 Act prior to negotiating the compact with the federal government, such as Medicaid expansion 1854 in 2014;

(C) whether the compact's current funding formula, based on adjusted 2010 state

expenditures, is the best formula for Utah and other state compact members to use for

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establishing the block grants from the federal government;

(D) whether the compact's calculation of current year inflation adjustment factor, without consideration of the regional medical inflation rate in the current year, is adequate to protect the state from increased costs associated with administering a state based Medicaid and a state based Medicare program;

- (E) whether the state has the flexibility it needs under the compact to implement and fund state based initiatives, or whether the compact requires uniformity across member states that does not benefit Utah;
- (F) whether the state has the option under the compact to refuse to take over the federal Medicare program;
- (G) whether a state based Medicare program would provide better benefits to the elderly and disabled citizens of the state than a federally run Medicare program;
- (H) whether the state has the infrastructure necessary to implement and administer a better state based Medicare program;
- (I) whether the compact appropriately delegates policy decisions between the legislative and executive branches of government regarding the development and implementation of the compact with other states and the federal government; and
- (J) the impact on public health activities, including communicable disease surveillance and epidemiology.
- 1876 (11) The Crime Victim Reparations and Assistance Board, created in Section 63M-7-504, is repealed July 1, 2017.
 - [(12) Title 63M, Chapter 9, Families, Agencies, and Communities Together for Children and Youth At Risk Act, is repealed July 1, 2016.]
- 1880 [(13)] (12) Title 63M, Chapter 11, Utah Commission on Aging, is repealed July 1, 2017.
- Section 37. Section **63.J-1-201** is amended to read:
- **63J-1-201.** Governor's proposed budget to Legislature -- Contents -- Preparation -- Appropriations based on current tax laws and not to exceed estimated revenues.
 - (1) The governor shall deliver, not later than 30 days before the date the Legislature convenes in the annual general session, a confidential draft copy of the governor's proposed budget recommendations to the Office of the Legislative Fiscal Analyst according to the

1888	requirements of this section.
1889	(2) (a) When submitting a proposed budget, the governor shall, within the first three
1890	days of the annual general session of the Legislature, submit to the presiding officer of each
1891	house of the Legislature:
1892	(i) a proposed budget for the ensuing fiscal year;
1893	(ii) a schedule for all of the proposed changes to appropriations in the proposed budget,
1894	with each change clearly itemized and classified; and
1895	(iii) as applicable, a document showing proposed changes in estimated revenues that
1896	are based on changes in state tax laws or rates.
1897	(b) The proposed budget shall include:
1898	(i) a projection of the total estimated revenues and appropriations for the next fiscal
1899	year;
1900	(ii) the source of changes to all direct, indirect, and in-kind matching funds for all
1901	federal grants or assistance programs included in the budget;
1902	(iii) a plan of proposed changes to appropriations and estimated revenues for the next
1903	fiscal year that is based upon the current fiscal year state tax laws and rates;
1904	(iv) an itemized estimate of the proposed changes to appropriations for:
1905	(A) the Legislative Department as certified to the governor by the president of the
1906	Senate and the speaker of the House;
1907	(B) the Executive Department;
1908	(C) the Judicial Department as certified to the governor by the state court
1909	administrator;
1910	(D) changes to salaries payable by the state under the Utah Constitution or under law
1911	for lease agreements planned for the next fiscal year; and
1912	(E) all other changes to ongoing or one-time appropriations, including dedicated
1913	credits, restricted funds, nonlapsing balances, grants, and federal funds;
1914	(v) for each line item, the average annual dollar amount of staff funding associated
1915	with all positions that were vacant during the last fiscal year;
1916	(vi) deficits or anticipated deficits;
1917	(vii) the recommendations for each state agency for new full-time employees for the

next fiscal year, which shall also be provided to the State Building Board as required by

(viii) any explanation that the governor may desire to make as to the important features of the budget and any suggestion as to methods for the reduction of expenditures or increase of the state's revenue; and

- (ix) information detailing certain fee increases as required by Section 63J-1-504.
- (3) For the purpose of preparing and reporting the proposed budget:
- (a) The governor shall require the proper state officials, including all public and higher education officials, all heads of executive and administrative departments and state institutions, bureaus, boards, commissions, and agencies expending or supervising the expenditure of the state money, and all institutions applying for state money and appropriations, to provide itemized estimates of changes in revenues and appropriations.
- (b) The governor may require the persons and entities subject to Subsection (3)(a) to provide other information under these guidelines and at times as the governor may direct, which may include a requirement for program productivity and performance measures, where appropriate, with emphasis on outcome indicators.
- (c) The governor may require representatives of public and higher education, state departments and institutions, and other institutions or individuals applying for state appropriations to attend budget meetings.
- (4) In submitting the budgets for the Departments of Health and Human Services and the Office of the Attorney General, the governor shall consider a separate recommendation in the governor's budget for changes in funds to be contracted to:
 - (a) local mental health authorities under Section 62A-15-110;
 - (b) local substance abuse authorities under Section 62A-15-110;
 - (c) area agencies under Section 62A-3-104.2;
- (d) programs administered directly by and for operation of the Divisions of Substance Abuse and Mental Health and Aging and Adult Services;
- (e) local health departments under Title 26A, Chapter 1, Local Health Departments; and
 - (f) counties for the operation of Children's Justice Centers under Section 67-5b-102.
- 1948 (5) (a) In making budget recommendations, the governor shall consider an amount 1949 sufficient to grant the following entities the same percentage increase for wages and benefits

1950 that the governor includes in the governor's budget for persons employed by the state: 1951 (i) local health departments, local mental health authorities, local substance abuse 1952 authorities, and area agencies; 1953 (ii) local conservation districts and Utah Association of Conservation District 1954 employees, as related to the budget for the Department of Agriculture; and 1955 (iii) employees of corporations that provide direct services under contract with: 1956 (A) the Utah State Office of Rehabilitation and the Division of Services for People 1957 with Disabilities: 1958 (B) the Division of Child and Family Services; and 1959 (C) the Division of Juvenile Justice Services within the Department of Human 1960 Services. 1961 (b) If the governor does not include in the governor's budget an amount sufficient to 1962 grant an increase for any entity described in Subsection (5)(a), the governor shall include a 1963 message to the Legislature regarding the governor's reason for not including that amount. 1964 [(6) (a) The Families, Agencies, and Communities Together Council may propose a 1965 budget recommendation to the governor for collaborative service delivery systems operated 1966 under Section 63M-9-402, as provided under Subsection 63M-9-201(4)(e). 1967 (b) The Legislature may, through a specific program schedule, designate funds 1968 appropriated for collaborative service delivery systems operated under Section 63M-9-402.] 1969 [(7)] (6) The governor shall include in the governor's budget the state's portion of the 1970 budget for the Utah Communications Agency Network established in Title 63C, Chapter 7, 1971 Utah Communications Agency Network Act. 1972 [(8)] (7) (a) The governor shall include a separate recommendation in the governor's 1973 budget for funds to maintain the operation and administration of the Utah Comprehensive 1974 Health Insurance Pool. In making the recommendation, the governor may consider: 1975 (i) actuarial analysis of growth or decline in enrollment projected over a period of at 1976 least three years; 1977 (ii) actuarial analysis of the medical and pharmacy claims costs projected over a period 1978 of at least three years; 1979 (iii) the annual Medical Care Consumer Price Index;

(iv) the annual base budget for the pool established by the Business, Economic

1981	Development, and Labor Appropriations Subcommittee for each fiscal year;
1982	(v) the growth or decline in insurance premium taxes and fees collected by the State
1983	Tax Commission and the Insurance Department; and
1984	(vi) the availability of surplus General Fund revenue under Section 63J-1-312 and
1985	Subsection 59-14-204(5).
1986	(b) In considering the factors in Subsections [(8)] (7)(a)(i), (ii), and (iii), the governor
1987	may consider the actuarial data and projections prepared for the board of the Utah
1988	Comprehensive Health Insurance Pool as it develops the governor's financial statements and
1989	projections for each fiscal year.
1990	[(9)] (8) (a) In submitting the budget for the Department of Public Safety, the governor
1991	shall include a separate recommendation in the governor's budget for maintaining a sufficient
1992	number of alcohol-related law enforcement officers to maintain the enforcement ratio equal to
1993	or below the number specified in Subsection 32B-1-201(2).
1994	(b) If the governor does not include in the governor's budget an amount sufficient to
1995	maintain the number of alcohol-related law enforcement officers described in Subsection [(9)]
1996	(8)(a), the governor shall include a message to the Legislature regarding the governor's reason
1997	for not including that amount.
1998	[(10)] (a) The governor may revise all estimates, except those relating to the
1999	Legislative Department, the Judicial Department, and those providing for the payment of
2000	principal and interest to the state debt and for the salaries and expenditures specified by the
2001	Utah Constitution or under the laws of the state.
2002	(b) The estimate for the Judicial Department, as certified by the state court
2003	administrator, shall also be included in the budget without revision, but the governor may make
2004	separate recommendations on the estimate.
2005	[(11)] (10) The total appropriations requested for expenditures authorized by the
2006	budget may not exceed the estimated revenues from taxes, fees, and all other sources for the
2007	next ensuing fiscal year.
2008	[(12)] (11) If any item of the budget as enacted is held invalid upon any ground, the
2009	invalidity does not affect the budget itself or any other item in it.

2010

2011

Section 38. Repealer.

This bill repeals:

2012	Section 26-10b-105, Report on implementation.
2013	Section 26-18-3.3, Study of privatization of eligibility determination.
2014	Section 31A-29-113.5, Pilot Program for Chronic Disease and Pharmaceutical
2015	Management of Bleeding Disorders.
2016	Section 63M-9-101 , Title .
2017	Section 63M-9-102, Purpose of chapter.
2018	Section 63M-9-103, Definitions.
2019	Section 63M-9-104, Relationship to political subdivisions.
2020	Section 63M-9-201, Families, Agencies, and Communities Together State Council
2021	Composition Duties Interagency case management team.
2022	Section 63M-9-202, Steering committee Membership Duties.
2023	Section 63M-9-203, Staffing.
2024	Section 63M-9-301, Local interagency council Composition Duties.
2025	Section 63M-9-401, Prevention and early intervention programs Applicants
2026	Selection process.
2027	Section 63M-9-402, Plans for collaborative service delivery systems.
2028	Section 63M-9-501, Evaluation of programs Report to legislative interim
2029	committee.

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Office of Legislative Research and General Counsel